

LEGISLATIVE BUDGET NOTES

1 9 9 3 - 9 5 B I E N N I U M

July 1993

LEGISLATIVE BUDGET NOTES

1993 - 95 BIENN IUM

The Legislative Budget Notes are a publication of the Senate Ways and Means Committee, the House Fiscal Committees, and the Legislative Transportation Committee. The information was prepared by the staff of these committees, with the assistance of the Legislative Evaluation and Accountability Program (LEAP) Committee staff.

Published July 1993.

The final edition of the Legislative Budget Notes is available from:

The Legislative Bill Room
Legislative Building
P.O. Box 40482
Olympia, Washington 98504-0482

The price is \$10.00 per copy.

For more detailed information regarding the 1993-95 legislative budgets, contact:

Senate Ways and Means Committee
300 John A. Cherberg Building
P.O. Box 40484
Olympia, Washington 98504-0484

House Fiscal Committees
220 John L. O'Brien Building
P.O. Box 40740
Olympia, Washington 98504-0740

Legislative Transportation Committee
B-10 John L. O'Brien Building
P.O. Box 40483
Olympia, Washington 98504-0483

The photograph on the cover of the 1993-95 Legislative Notes is of Mt. Rainier from the south, providing views of the Nisqually and Kautz glaciers.

Table of Contents

Subject	Page
I. 1993-95 Operating Budget Overview	1
II. Fiscal Issues of Statewide Significance	3
Health Care Reform	3
Local Criminal Justice Assistance	6
III. Revenues	7
Balance Sheet	8
Appropriations Contained within Other Legislation	10
Pie Chart: 1993-95 Forecast Revenue	11
Bar Chart: 1983-85 through 1993-95 Revenues by Source	12
Table: 1983-85 through 1993-95 Revenues by Source	13
Major Revenue Issues	14
IV. 1993-95 Operating Budget Comparisons	21
Pie Charts: 1993-95 Operating Budget	21
Bar Charts: 1983-85 Expenditures through 1993-95 Budget	22
Table: 1983-85 Expenditures through 1993-95 Budget	24
Table: 1983-85 Actual FTEs through 1993-95 Budget	26
Ten Page Report: 1991-93 Estimate vs. 1993-95 Budget	27
V. Omnibus Appropriations Act - Agency Detail	39
Directory of Agency Detail Reports	39
Legislative	43
Judicial	53
General Government	63
Human Services	115
Department of Social & Health Services	119
Other Human Services	157
Natural Resources	185
Transportation	217
Public Schools	225
Higher Education	253
Other Education	271
Special Appropriations	287
VI. Capital Budget	299
1993 Supplemental Legislative Overview	300
1993-95 Capital Budget Legislative Overview	301
1993-95 Capital Budget Highlights	304
New Appropriations Project List by Agency	306
Legislative Additions & Changes	316
Gubernatorial Vetoes	356
VII. Transportation Budget	357
Agency Summary	358
Fund Summary	362
Directory of Agency Detail Reports	367
Agency Detail	369

1993-95 Operating Budget Overview

The 1993-95 biennial omnibus operating budget authorized by Chapter 24, Laws of 1993 1st sp.s. (SSB 5968) totals \$28.2 billion. Of that amount, \$16.1 billion is from the state general fund and \$12.1 billion is from all other funding sources. The total 1993-95 operating budget of \$29.8 billion includes \$1.6 billion from other legislation. For supporting detail see "Appropriations Contained within Other Legislation" on page 10.

The total funds budget represents a 13 percent increase over 1991-93 biennium estimated expenditures. The state general fund portion of the total budget represents a 7 percent increase over estimated 1991-93 biennium general fund expenditures.

Funding for new public school enrollments and other costs associated with the K-12 system comprise the largest component of the \$1.1 billion net GF-State budget increase from 1991-93 to 1993-95. Other significant cost increases are for the Department of Corrections, the DSHS Division of Medical Assistance, and Bond Retirement and Interest.

In constructing the 1993-95 GF-State biennial operating budget, the Legislature faced a basic shortfall between March 1993 forecasted general fund revenues and the original Governor request essential requirements level (ERL) budget of about \$1.7 billion. Policy enhancements, including continuation of local criminal justice assistance, and an increase in the size of the general fund reserves increased the overall budget shortfall to \$2.1 billion.

To close the shortfall, the Legislature focused on three primary mechanisms. First, GF-State spending reductions of \$701 million were made. This includes \$167 million in reductions to the original Governor Gardner ERL budget, and \$534 million in policy budget cutbacks. Second, fund shifts and other revenue adjustments totalling \$753 million were implemented. The most significant of these adjustments are approximately \$368 million in federal fund shifts, primarily in the Title XIX Medicaid program. Third, a general tax package to raise approximately \$649 million in additional revenue was authorized by Chapter 25, Laws of 1993 1st sp.s. (2ESSB 5967). See the Revenue Section for more detailed information on the Omnibus Tax Package.

Despite the significant budget shortfall, the Legislature provided funding for several new budget initiatives. In K-12 education, \$58 million GF-State is provided to support the education reform measure enacted by the 1993 Legislature. Higher education enrollments were increased by over 10,000 in the budget through \$46 million from the general fund and \$35 million from the new Employment and Training Trust Fund (unemployment compensation). In addition, a total of \$55 million GF-State was added to the State Need Grant program to provide financial aid grants for an additional 18,150 students.

Chapter 21, Laws of 1993 1st sp.s. (2E2SSB 5521) provides local governments with an additional \$60 million in funding through a diversion of Motor Vehicle Excise Tax (MVET) revenues from the general fund, to continue the local criminal justice assistance program which was initiated in 1990, and scheduled to terminate in January 1994. In the Natural Resources area, \$11.5 million GF-State was provided to

address critical ecosystem management needs in watersheds and forests, and stewardship needs on state recreation and habitat lands.

In contrast with the last several biennial budgets enacted by the Legislature, the 1993-95 budget contains no funding for across-the-board salary increases for teachers, state employees, higher education faculty, and other personnel. However, the budget does include sufficient funding to continue the existing level of health care benefits for these employee groups.

Total general fund reserves are estimated to be approximately \$275 million, of which \$125 million is from the Budget Stabilization Account.

Fiscal Issues of Statewide Significance

HEALTH CARE REFORM

The health care reform bill, Chapter 492, Laws of 1993 (E2SSB 5304), addresses a wide number of health care issues, including access to health care, health professional shortages, the provision and pricing of health insurance, and public health improvements. It also includes tax increases to finance the additional spending required by the bill. A total of \$241 million from the Health Services Trust Account is appropriated to various state agencies to carry out the provisions of the measure. These appropriations are summarized in the table on page 5.

Expanded Access to Health Care

Additional funds are provided to expand subsidized enrollment in the Basic Health Plan for low-income persons. Beginning in fiscal year 1994, the Medicaid program will be expanded to cover all children in households at or below 200 percent of the federal poverty level. As a result, enrollment in subsidized health coverage for the uninsured will increase by over 156,000 by the end of fiscal year 1994.

Health Professional Shortages

Additional funding is provided to retain existing health professionals and increase the number of new health professionals in underserved rural and urban areas.

Public Health Improvements

An additional \$20 million is provided for public health improvements - \$10 million to be distributed to local boards of health based on population, with the remaining \$10 million to be targeted for specific public health items such as childhood immunizations, reducing teen pregnancy, and funding of the statewide poison control center.

Short-Term Insurance Reform

The bill provides for limitations on pre-existing conditions exclusions (effective 1/1/94) and the ability of insurers to cancel health insurance coverage due to health changes (effective 7/1/94); these measures are intended to provide short-term reform until the permanent reform measures become effective in 1995.

Health Services Commission/Uniform Benefits Plan

The Health Services Commission is created to design a Uniform Benefits Package (UBP), which will become the minimum level of health insurance coverage for all state residents. The commission will also set the maximum price to be charged for the UBP, with the annual growth in UBP premiums to eventually decline to a five-year rolling average of growth in state per capita personal income.

The commission will submit the UBP to the Legislature by December 1994. By July 1995 all insurers must offer, at a minimum, the UBP, to all state residents regardless of pre-existing health conditions, race, sex, or age. Insurers must sell the UBP for no more than the maximum premium set by the Health Services Commission.

Employer and Individual Mandate

By July 1995 all employers with more than 500 employees must offer the UBP to all employees working 30 or more hours per week. Employers are responsible for a minimum of 50 percent of these premium costs. Employers are responsible for a pro-rated premium payment for persons working less than 30 hours per week. By July 1996 these employers must offer the UBP to the dependents of employees. In addition, all employers with more than 100 employees must offer the UBP to all employees working 30 or more hours per week. Employers are responsible for a minimum of 50 percent of these premium costs. Employers are responsible for a pro-rated premium payment for persons working less than 30 hours per week. These employers must offer the UBP to the dependents of employees no later than July 1997.

By July 1997 all remaining employers must offer the UBP to all employees working 30 or more hours per week. Employers are responsible for a minimum of 50 percent of these premium costs. Employers are responsible for a pro-rated premium payment for persons working less than 30 hours per week. These employers must offer the UBP to the dependents of employees no later than July 1999. As of July 1997, firms with fewer than 25 employees will be eligible for financial assistance, with a total of \$150 million available for the 1997-99 biennium. By July 1999 all state residents are required to purchase the UBP.

Financing

To provide the additional funding required for many of the areas noted above, E2SSB 5304 increases taxes on cigarettes, tobacco products, spirits (hard liquor), beer, and non-profit hospitals, effective July 1993. As of January 1996 revenue from the prepayments tax on health care service contractors and health maintenance organizations will also be used to fund health care reform.

Cigarettes: The current \$0.34 per pack tax is increased to \$0.54 as of 7/93, \$0.565 as of 7/94, \$0.74 as of 7/95, and \$0.75 as of 7/96.

Tobacco products: The current tax of 64.9 percent of wholesale price is increased to 74.9 percent of wholesale price as of 7/93.

Spirits: Liquor sales and liquor liter taxes are increased by 10 percent for the 1993-95 biennium, 15 percent for the 1995-97 biennium, and 20 percent thereafter. This amounts to increases of \$0.27 for an average 750 ml bottle during the 1993-95 biennium, rising to an average increase of \$0.54 per bottle by the 1997-99 biennium.

Beer: The current tax of \$4.78 per barrel (31 gallons) is increased by \$0.96 for the 1993-95 biennium, \$2.39 for the 1995-97 biennium, and \$4.78 thereafter. This amounts to a tax increase of \$0.01 for an average six-pack during the 1993-95 biennium, rising to an average increase of \$0.09 per six pack by the 1997-99 biennium. Small brewers are exempt from this tax increase.

Hospitals: Currently, non-profit hospitals are not subject to the Business and Occupation Tax. This bill extends the B&O tax to such hospitals at a rate of 0.75 percent during the 1993-95 biennium, and 1.5 percent thereafter.

Insurance Prepayments Tax: The current 1.5 percent B&O tax on health care service contractors and health maintenance organizations is repealed and replaced with a 2 percent tax on insurance prepayments similar to the existing insurance premiums tax imposed on commercial insurers. Initially, this tax is part of the 1993-95 general tax package, but as of January 1996, the revenue from this source will be used to support health care reform.

HEALTH REFORM FUNDING

	Health Services Trust Account	Other Funds
BHP & Medicaid Expansion	183,974	62,373
Health Care Authority – Basic Health Plan	132,941	
DSHS – Medicaid Expansion & Coordination	51,033	62,373
COMMISSION/DATA	7,784	0
Commission	3,654	
Commission Anti-Trust (AG'S)	350	
OFM – Data	250	
DOH – Data	3,530	
ATTORNEY GENERAL – Antitrust	175	0
INSURANCE COMMISSIONER	0	890
LABOR & INDUSTRIES	0	470
HCA – Health Reform Planning	1,427	662
Consolidated Purchasing Planning	1,205	
HCIP Administration		662
K-12 Administration 10/95 Merger	222	
PUBLIC HEALTH	20,000	0
General (Per Capita Distribution)	10,000	
Immunization	1,000	
Teen Pregnancy	2,750	
Counter Message Advertising	1,000	
Family Planning	1,000	
Multicultural Assistance	100	
Poison Center	3,900	
Public Health Improvement Plan	250	
DSHS	4,538	5,705
Medicaid Waiver	644	786
Non-Medicaid Maternity Expansion	1,694	4,919
Offset Emergency Room Co-pay	2,200	
DEPARTMENT OF HEALTH	7,641	498
Recruitment, Retention	1,507	
Children's Hospital	1,918	
EMS Training	1,948	
Volunteer Malpractice	280	
Health Personnel Improvement	613	
Practice w/o License		498
Board of Health/DOH Policy	1,375	
LBC Studies	565	0
Nursing Homes	165	
Hospital Studies	400	
ADMINISTRATOR FOR THE COURTS – Malpractice Review	117	0
COMMUNITY HEALTH CENTERS	5,000	0
UW	2,900	0
Primary Care Physician Supply/Plan	2,300	
Physician Assistants	300	
Advanced Registered Nurse Practitioners	300	
HECB	7,070	0
Loan Repayment Program	2,000	
Health Personnel Resource Plan	230	
TA/RA Health Benefits	4,840	
TOTAL EXPENDITURES	241,191	70,598
REVENUE	251,400	
FUND BALANCE	10,209	

LOCAL CRIMINAL JUSTICE ASSISTANCE

Chapter 21, Laws of 1993 1st sp.s. (2E2SSB 5521) provides additional state assistance for local criminal justice programs of \$60 million in the 1993-95 biennium. The key provisions of this measure are summarized below.

Motor Vehicle Excise Tax Distributions

Sixty million dollars will be distributed for local criminal justice purposes from the motor vehicle excise tax (MVET) revenue beginning January 1, 1994. Of this amount, \$42.9 million will be distributed to counties and \$17.1 million will be distributed to cities.

The \$42.9 million allocated to counties from the MVET will be distributed through a formula based on population, crime rate, and criminal filings.

Distributions to cities include \$8.6 million on a per capita basis to cities with exceptionally high crime rates. An additional \$8.6 million will be distributed to cities based on the following allocations: (1) 20 percent based on violent crime rates; (2) 16 percent based on population; (3) 14 percent to cities with innovative law enforcement strategies; (4) 20 percent to at risk children programs and child abuse victim response programs; (5) 20 percent to reduce the level of domestic violence and for counseling for domestic violence victims; and (6) 10 percent to cities who contract with other governmental entities for law enforcement services.

Undistributed funds will be used to reimburse local law enforcement agencies with fewer than 10 employees for manpower replacement costs when their employees attend training at the Criminal Justice Training Commission.

Local Sales Tax Authorization

Authorization for the one-tenth of 1 percent sales tax for criminal justice programs is made permanent and is extended to all counties. The sales tax is non-voter approved, but is subject to repeal through referendum. If the tax is imposed in all 39 counties, \$105 million would be generated during the 1993-95 biennium for local criminal justice programs.

Mandatory Law and Justice Councils

A local law and justice council is made mandatory in every county. The local law and justice plan for the county shall include maximization of personnel and facilities in order to accomplish local efficiencies.

Revenues

The Economic and Revenue Forecast Council updates GF-State biennial revenue estimates on a quarterly basis. The Governor's budget request for the 1993-1995 biennium was based on the November 1992 revenue forecast, which estimated that GF-State revenues for the 1993-1995 biennium would be \$16.0 billion. In January 1993, the Boeing Company announced that it would lay off 15,000 employees over the next two years in the Puget Sound area. As a result, the Economic and Revenue Forecast Council dropped the 1993-95 biennium revenue forecast in March 1993 by \$577 million, to \$15.5 billion. The Legislative budget was based on the March 1993 forecast.

Although the forecasted 1993-1995 biennium revenues represented an increase of 6.3 percent, or \$911 million, over 1991-1993 revenues, the increase in 1993-95 current services expenditures was estimated to be 14 percent higher than 1991-93 estimated expenditures. The difference between GF-State revenues and expenditures for 1993-1995 was estimated to be about \$2.1 billion.

The Legislature addressed the GF-State shortfall through a combination of \$701 million in budget reductions, \$753 million in fund shifts and other adjustments, a general tax increase of \$649 million after Governor vetoes are taken into account, and budget driven revenues and other revenue legislation totalling \$129 million, after Governor vetoes.

Budget driven revenues are made up of both increases and decreases in revenues resulting from changes made in the budget, the net total of which equal \$74.9 million. This figure includes \$69.6 million from increased tax collections from the Department of Revenue due to an increase in the number of auditors, compliance officers, and other revenue generating positions.

Bills passed by the Legislature and signed by the Governor increased general fund revenues by \$53.8 million. Revenue legislation includes several bills which shifted \$91.5 million from transportation funds to the general fund, and other bills which increased revenues by \$8 million. Also included are bills that lower revenues to the general fund by \$45.7 million, including a decrease of \$30.8 million in the IMR tax (see page 16).

1993–1995 Biennium
Estimated Revenues & Expenditures

General Fund – State

(Dollars in Millions)

RESOURCES

Unrestricted Beginning Balance	\$132.0
March 1993 Cash Forecast	\$15,461.8
Budget Driven Revenue	\$74.9
Tax Package	\$648.7
Local Criminal Justice Assistance (SB 5521)	(\$60.0)
Other Revenue Legislation	\$53.8
Total Revenues	<u>\$16,179.2</u>
 Total Resources	 \$16,311.2

EXPENDITURES

1993–95 Appropriations Act	\$16,136.5
Appropriation to Budget Stabilization Account	\$25.0
Appropriations Legislation	\$0.2
Total Expenditures	<u>\$16,161.7</u>

RESERVES

Estimated Ending Balance	\$149.5
Budget Stabilization Account	\$125.0
Total Reserves	<u>\$274.5</u>

Note: Reflects final executive action on all legislative fiscal matters.

1993–95 Biennium Budget Driven Revenue & Revenue Legislation

General Fund – State

(Dollars in Thousands)

BUDGET DRIVEN REVENUE	
Department of Revenue Collection Enhancements	\$67,600
Public Works Assistance Account	35,000
Eliminate GF–State Transfer to Water Quality Account	13,769
Shift Camping Fees to General Fund	11,400
Treasurer’s Service Account	8,400
Attorney General Revenue Collection Unit	6,800
Replace GF–State Transfer to Flood Control with Public Works Account	4,000
Lottery Commission Transfer to General Fund	3,000
Revenue Accounting Management System	2,000
Vehicle Emissions Inspections	1,900
Liquor Control Board General Fund Transfer	1,334
Department of Ecology Lab Accreditation	763
Professional Licensing Improvements	571
Milk Products	4
Department of Financial Institutions	(3,000)
IMR Tax – Lower Base	(8,487)
DSHS General Fund Recoveries Transferred out of GF–State	(70,113)
TOTAL	\$74,941

REVENUE LEGISLATION		
ESB 5978	Defer MVET Transfer to Transportation Account	\$54,612
ESB 5978	Transit Residual	20,000
EHB 2114	Transportation Fund Interest to General Fund	16,919
ESSB 5980	Recreational Fishing License/Commercial Landing	3,200
ESSB 5981	Forest Practices Fees	2,000
EHB 1481	Watercraft Ad Valorem Tax	957
ESHB 1236	Water Rights Fees	540
2SSB 5237	Registration of Charitable Organizations	295
SB 5689	Liquor Sales in Motels	280
HB 1477	Fuel Tax Exemption	248
SHB 1356	Public Water System Requirements	190
SHB 1870	Bail Bond Agents	87
SSB 5688	Forest Practices Violations	65
SB 5973	Voter Registration Tapes	59
SHB 1350	Pink Shrimp Endorsements	22
ESHB 1496	Employment Agencies	8
SB 5124	Commercial Fishing Licenses	4
SSB 5145	Bungee Jumping	4
ESSB 5379	Milk Products	(6)
ESHB 1806	Well Construction Fees	(23)
SB 5290	Tax Exemption for Free Hospitals	(31)
HB 1884	B&O Tax on Nonprofit Credit Services	(43)
SB 5828	Private Vocational Schools	(90)
SHB 1357	Water Operator Licensing Fees	(120)
SB 5835	Exempt Public Authority Property	(135)
E2SSB 5304	Health Care Reform Implementation	(146)
ESB 5989	Correctional Industries	(199)
HB 2066	School Levies	(304)
E2SSB 5502	Surface Mining Fees	(450)
SHB 1219	Public Works Administration Account	(460)
ESHB 1493	Linked Deposit Program	(1,000)
2ESSB 5982	Higher Ed Tuition	(1,727)
ESHB 2071	Youth Tobacco	(2,262)
SB 5385	Uniform Commercial Code Legislation with Fund Shift	(3,785)
SSB 5876	Ride Sharing and Vanpools	(4,055)
SSB 5957	IMR Tax Rate Reduction	(30,841)
TOTAL		\$53,813

**1993–95 Washington State Operating Budget
Appropriations Contained Within Other Legislation**

(Dollars in Thousands)

Bill Number and Subject	Session Law	Agency	GF–S	Other	Total
ESHB 1481 – Taxation of Ships & Vessels	C 33 L 93	Department of Revenue	137		137
SB 5703 – Labor Mkt Info & Econ Analysis	C 62 L 93	Employment Security		100	100
SB 5956 – Gov't Ethics/Campaign Practices	C 5 L 93	Office of Financial Mgmt	85		85
2ESSB 5972 – Transpo Operating Budget	C 23 L 93	Traffic Safety Commission		3,357	3,357
2ESSB 5972 – Transpo Operating Budget	C 23 L 93	Bd of Pilotage Commissioners		218	218
2ESSB 5972 – Transpo Operating Budget	C 23 L 93	County Road Administration Bd		87,924	87,924
2ESSB 5972 – Transpo Operating Budget	C 23 L 93	Transportation Improvement Bd		211,822	211,822
2ESSB 5972 – Transpo Operating Budget	C 23 L 93	State Patrol		215,401	215,401
2ESSB 5972 – Transpo Operating Budget	C 23 L 93	Department of Licensing		133,899	133,899
2ESSB 5972 – Transpo Operating Budget	C 23 L 93	Legislative Transpo Committee		2,644	2,644
2ESSB 5972 – Transpo Operating Budget	C 23 L 93	LEAP Committee		410	410
2ESSB 5972 – Transpo Operating Budget	C 23 L 93	Marine Employees' Commission		373	373
2ESSB 5972 – Transpo Operating Budget	C 23 L 93	Transportation Commission		1,637	1,637
2ESSB 5972 – Transpo Operating Budget	C 23 L 93	Air Transportation Commission		534	534
2ESSB 5972 – Transpo Operating Budget	C 23 L 93	Department of Agriculture		418	418
2ESSB 5972 – Transpo Operating Budget	C 23 L 93	Department of Transportation		921,037	921,037
Total Other 1993–95 Operating Legislation			222	1,579,774	1,579,996

**1991–93 Washington State Operating Budget
Appropriations Contained Within Other Legislation**

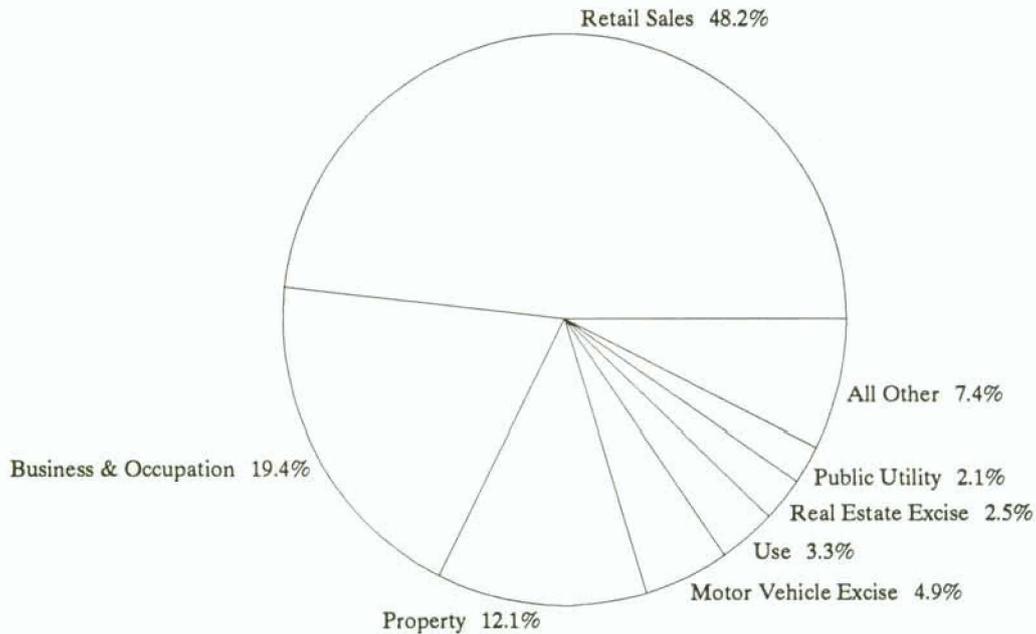
(Dollars in Thousands)

Bill Number and Subject	Session Law	Agency	GF–S	Other	Total
SB 5956 – Gov't Ethics/Campaign Practices	C 5 L 93	Office of Financial Mgmt	15		15
2ESSB 5972 – Transpo Supplemental Budget	C 23 L 93	Bd of Pilotage Commissioners		17	17
2ESSB 5972 – Transpo Supplemental Budget	C 23 L 93	Department of Licensing		544	544
2ESSB 5972 – Transpo Supplemental Budget	C 23 L 93	Department of Transportation		3800	3,800
Adjustments to Other 1991–93 Operating Legislation			15	4,361	4,376

Note: The amounts shown from the Transportation Operating Budget are included in the individual agency detail reports.

Washington State Revenue Forecast
1993-95 General Fund-State Revenues By Source
Updated for 1993 Legislative Session

(Dollars in Millions)



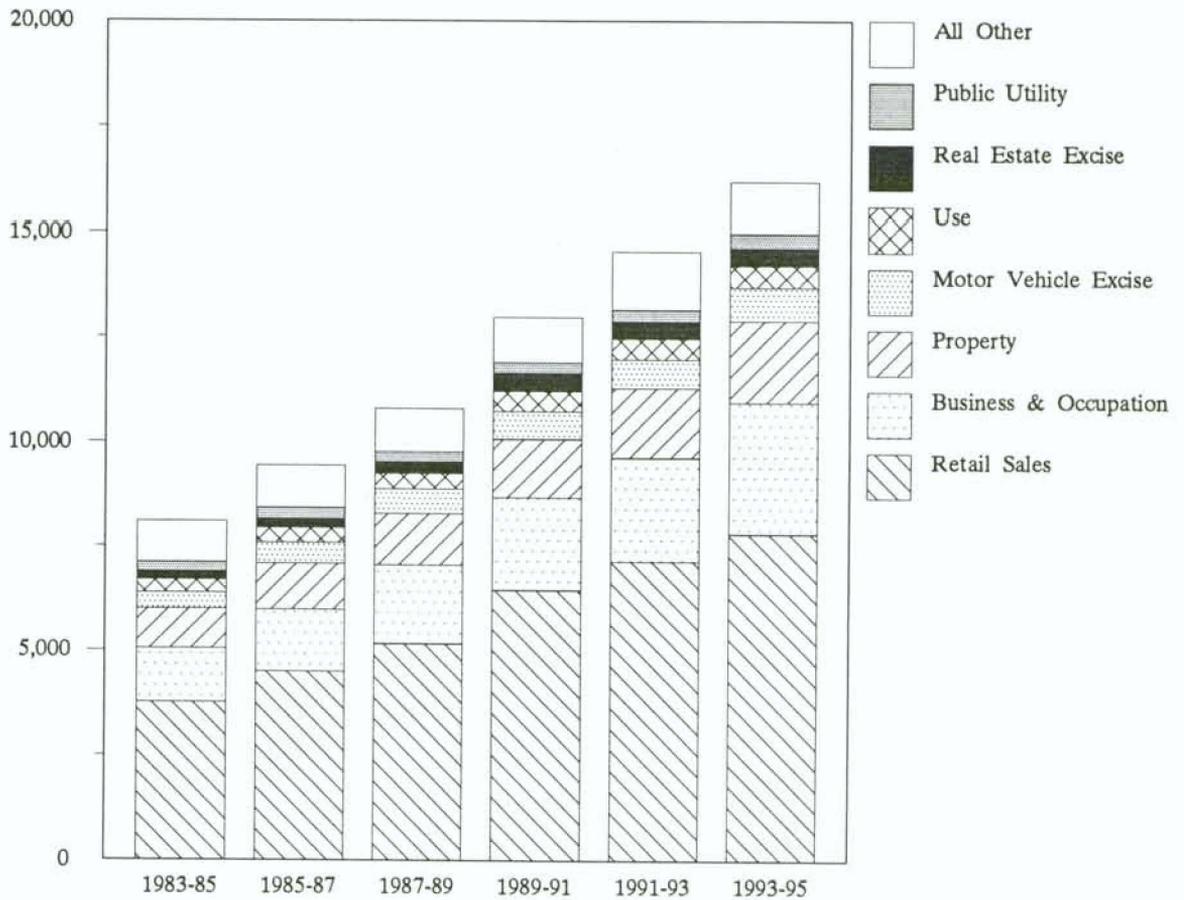
Sources of Revenue	
Retail Sales	7,802.2
Business & Occupation	3,138.3
Property	1,956.3
Motor Vehicle Excise	792.4
Use	534.1
Real Estate Excise	407.9
Public Utility	344.5
All Other	1,203.5
* 1993-95 Forecast	16,179.2

** 1993-95 General Fund-State Revenues are comprised of the March 1993 Forecast: \$15,461.8; the 1993 Tax Package: \$648.7; Budget Driven Revenue and Revenue Legislation: \$128.7; and Local Criminal Justice Assistance: (\$60.0).*

Washington State

General Fund-State Revenues By Source

(Dollars in Millions)



Retail Sales	3,763.5	4,490.5	5,152.8	6,446.3	7,146.1	7,802.2
Business & Occupation	1,268.3	1,482.5	1,894.3	2,217.7	2,479.6	3,138.3
Property	959.2	1,109.5	1,233.7	1,399.4	1,657.5	1,956.3
Motor Vehicle Excise	382.4	497.3	586.2	665.9	689.9	792.4
Use	314.8	357.8	372.6	481.9	504.1	534.1
Real Estate Excise	181.0	221.0	280.9	436.8	399.8	407.9
Public Utility	245.6	266.5	244.9	244.0	287.5	344.5
All Other	969.3	1,006.7	1,029.7	1,080.1	1,386.4	1,203.5
Total	8,084.1	9,431.8	10,795.1	12,972.1	14,550.9	16,179.2

Washington State

General Fund – State Revenues By Source

(Dollars in Millions)

1993 Forecast*

	<u>1983–85</u>	<u>1985–87</u>	<u>1987–89</u>	<u>1989–91</u>	<u>1991–93</u>	<u>1993–95</u>
Retail Sales	\$3,763.5	\$4,490.5	\$5,152.8	\$6,446.3	\$7,146.1	\$7,802.2
Business & Occupation	1,268.3	1,482.5	1,894.3	2,217.7	2,479.6	3,138.3
Property	959.2	1,109.5	1,233.7	1,399.4	1,657.5	1,956.3
Motor Vehicle Excise	382.4	497.3	586.2	665.9	689.9	792.4
Use	314.8	357.8	372.6	481.9	504.1	534.1
Real Estate Excise	181.0	221.0	280.9	436.8	399.8	407.9
Public Utility	245.6	266.5	244.9	244.0	287.5	344.5
All Other	969.3	1,006.7	1,029.7	1,080.1	1,386.4	1,203.5
Total	\$8,084.1	\$9,431.8	\$10,795.1	\$12,972.1	\$14,550.9	\$16,179.2

Percent Of Total

Retail Sales	46.6%	47.6%	47.7%	49.7%	49.1%	48.2%
Business & Occupation	15.7%	15.7%	17.5%	17.1%	17.0%	19.4%
Property	11.9%	11.8%	11.4%	10.8%	11.4%	12.1%
Motor Vehicle Excise	4.7%	5.3%	5.4%	5.1%	4.7%	4.9%
Use	3.9%	3.8%	3.5%	3.7%	3.5%	3.3%
Real Estate Excise	2.2%	2.3%	2.6%	3.4%	2.7%	2.5%
Public Utility	3.0%	2.8%	2.3%	1.9%	2.0%	2.1%
All Other	12.0%	10.7%	9.5%	8.3%	9.5%	7.4%
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Percent Change From Prior Biennium

Retail Sales	19.3%	14.7%	25.1%	10.9%	9.2%
Business & Occupation	16.9%	27.8%	17.1%	11.8%	26.6%
Property	15.7%	11.2%	13.4%	18.4%	18.0%
Motor Vehicle Excise	30.0%	17.9%	13.6%	3.6%	14.9%
Use	13.7%	4.1%	29.3%	4.6%	6.0%
Real Estate Excise	22.1%	27.1%	55.5%	-8.5%	2.0%
Public Utility	8.5%	-8.1%	-0.4%	17.8%	19.8%
All Other	3.9%	2.3%	4.9%	28.4%	-13.2%
Total	16.7%	14.5%	20.2%	12.2%	11.2%

* Updated for 1993 Legislative Session

MAJOR REVENUE ISSUES

Omnibus Tax Package

The Legislature enacted an omnibus tax bill, Chapter 25, Laws of 1993 1st sp.s. (2ESSB 5967), which expanded the sales tax to selected personal services, increased the business and occupation (B&O) tax on selected business services from 1.5 percent to 2.5 percent, increased the B&O tax on financial services from 1.5 percent to 1.7 percent, and raised the B&O tax rate on real estate agents and other services from 1.5 percent to 2.0 percent. In addition, the legislation imposed a four-year 6.5 percent surtax on all B&O tax classifications other than selected business services, financial services, and retailing.

The personal services subjected to the sales tax included coin-operated laundry facilities in apartment houses, hotels, trailer camps, and tourist camps; landscape maintenance and horticultural services other than horticultural services provided to farmers; service charges associated with tickets to professional sporting events; guided tours and guided charters; physical fitness services; tanning salon services; tattoo parlor services; massage services; steam bath services; turkish bath services; escort services; dating services; and the rental of equipment with an operator.

As part of the legislation, additional revenue was to be generated through other miscellaneous tax changes. The 1.5 percent B&O tax on health maintenance organizations and health care service contractors was replaced with a 2.0 percent insurance premiums tax beginning January 1, 1994, instead of January 1, 1996 (see Health Care Reform above). The insurance premiums tax credit for guaranty association assessments on insurance companies was repealed for assessments made after April 1, 1993. The real estate excise tax was extended to the transfer or acquisition within any twelve-month period of a controlling interest in any entity with an interest in real property in the state. The use of resale certificates was limited to prevent abuse. The deduction from the B&O tax and the public utility tax for public entities for income from charges to customers for capital purposes was repealed. Also, the nonresident sales tax exemption was limited to Oregon residents; however, this change was vetoed by the Governor.

The legislation also extended and expanded the sales tax deferral and B&O tax credit programs for manufacturing and research and development firms, expanded the sales tax exemption for agricultural inputs for farmers, and exempted prescription birth control from sales tax.

Net revenues under this legislation are estimated to be \$648.7 million for the 1993-95 biennium.

HEALTH CARE REFORM

See section on "Fiscal Issues of Statewide Significance" (page 3).

SALES AND USE TAXES

Sales Tax Deduction

Under House Joint Memorial No. 4008, Congress is requested to restore the itemized deduction from the federal income tax for sales taxes, which deduction had been eliminated in 1986 under federal tax reform.

Nonresident Sales Tax Exemption

Residents of a state, possession, or Canadian province that does not impose a sales tax of 3 percent or more are exempt from Washington sales tax on purchases in this state of tangible personal property for use outside this state upon presentation of two pieces of identification, one of which must be an out-of-state driver's license or an identification card which has a photograph of the nonresident. Under Chapter 444, Laws of 1993 (SB 5251), the identification requirement is limited to one piece of identification such as a driver's license.

Free Hospitals

Under Chapter 205, Laws of 1993 (SB 5290), hospitals which do not charge patients for health care are exempt from retail and use taxes on items sold to them that are reasonably necessary for the operation of and provision of health care by the hospital.

Watercraft

Chapter 119, Laws of 1993 (SSB 5368) exempted sales of vessels to residents of foreign countries for use outside the state from sales and use taxes if the vessel is not used in this state for more than 45 days and the nonresident provides an exemption certificate issued by the Department of Revenue. A similar exemption currently applies to sales of watercraft to residents of other states.

Ride Sharing Vehicles

Chapter 488, Laws of 1993 (SSB 5876) extended and expanded the sales and use and motor vehicle excise tax exemption for ride-sharing vehicles.

BUSINESS AND OCCUPATION TAXES

Tuition Fees of Foreign Branch Campuses

Chapter 181, Laws of 1993 (SHB 1497) provided a business and occupation tax exemption for tuition fees for an approved branch campus of a foreign degree-granting institution if the institution or its branch campus is exempt from the payment of income taxes under federal law.

Debt Counseling Organizations

Under Chapter 390, Laws of 1993 (HB 1884), nonprofit organizations that provide credit and debt education, counselling, and negotiation services are exempt from business and occupation tax.

Tuition

Chapter 18, Laws of 1993 1st sp.s. (2ESSB 5982) exempts tuition collected in programs co-sponsored by educational institutions and nonprofit organizations from business and occupation taxes.

OTHER EXCISE TAX LEGISLATION

Hotel/Motel Taxes

The Legislature enacted four bills on local hotel/motel taxes. Chapter 389, Laws of 1993 (ESHB 1862) authorized a new hotel/motel tax at the rate of up to 2.0 percent for the city of Pasco for a trade recreation agricultural center. Chapter 16, Laws of 1993 1st sp.s. (ESB 5925) authorized a new hotel/motel tax at a rate of up to 2.0 percent for Cowlitz County to construct a rest area for tourists and the marketing of facilities for tourists visiting the Mt. Saint Helens National Monument. Also, the

special hotel/motel tax for Yakima County and the cities in the county was increased from 2.0 percent to 3.0 percent. Chapter 197, Laws of 1993 (SSB 5035) authorized cities under 5,000 in population and counties to use their hotel/motel taxes for public restroom facilities, and Chapter 46, Laws of 1993 (SSB 5896) authorized Pierce County to use its hotel/motel tax for public restroom facilities.

Wine Tax

The 0.25 cent per liter tax imposed on wines sold to wine wholesalers and the Washington State Liquor Control Board that is earmarked for the Washington Wine Commission to enhance the production of wine grapes and wine and the marketing of Washington wine was extended to July 1, 2001, by Chapter 160, Laws of 1993 (SHB 1063). In addition, the wine commission is authorized to accept wine from out-of-state wineries for promotional purposes.

Telecommunications Relay Service (TRS) Tax

Under a program enacted in 1987, state-owned text telephone devices are distributed to the hearing-impaired community. These devices allow hearing and speech impaired persons to communicate directly with each other. The program also provides a relay service which enables a text telephone user to communicate with a hearing person via an operator who converts printed text to spoken words and vice-versa. The TRS is funded by an excise tax placed on each telephone access line. Currently, there is a statutory ceiling on the excise tax of \$0.10 per line per month. In 1990, Congress enacted the Americans with Disabilities Act (ADA) which, among other things, requires all states to develop a telephone relay service by July 1993, that will enable persons with hearing or speech impairments to access telecommunications systems in a manner which is functionally equivalent to hearing persons. To implement this mandate, Chapter 425, Laws of 1993 (SHB 1752) increased the statutory ceiling on the TRS excise tax to \$0.19 per line per month.

Solid Waste Management Tax

The expiration date for the 1.0 percent solid waste collection tax was extended from July 1, 1993, to July 1, 1995, by Chapter 130, Laws of 1993 (2SSB 5288). This legislation also specified the uses of the revenues from the solid waste collection tax.

Tax on Intermediate Care Facilities for the Mentally Retarded (IMR)

Chapter 276, Laws of 1993 (SSB 5957) lowered the tax rate on intermediate care facilities for the mentally retarded from 15 percent to 6 percent when the Secretary of Social and Health Services certifies that the 15 percent rate is no longer eligible for federal financial participation in the federal Medicaid program.

In Lieu Excise Tax on Public Corporations

Public corporations, commissions, or authorities created by cities are exempt from property taxes. However, these entities must pay an in lieu excise tax on their real and personal property equal to the regular property taxes that would have been paid if the property were privately owned. Under Chapter 220, Laws of 1993 (SB 5835), property owned, operated, or controlled by a public corporation that is used as a convention center, performing arts center, public assembly hall, or public meeting place is exempt from the in lieu excise tax.

Fish Landing Tax

Chapter 17, Laws of 1993 1st sp.s. (ESSB 5980) increases commercial landing tax rates by 5 percent. (See also "Recreational Fishing Licenses" below for fee increases under ESSB 5980.)

Unemployment Compensation Tax

Under Chapter 226, Laws of 1993 (ESHB 1988), employer contributions to the unemployment compensation fund are reduced by 0.12 percent and are offset by a tax of 0.12 percent of taxable wages to be deposited in the employment and training trust fund to provide employment and training services. If an unemployment compensation tax rate increase is caused by the diversion, the revenue collected for the training fund goes to the unemployment compensation fund. This offset tax program is repealed in 1999.

Fuel Tax Refunds

For purposes of providing fuel tax refunds, Chapter 141, Laws of 1993 (HB 1477) authorized the Department of Licensing to establish by rule formulas for determining power takeoff unit fuel use when direct measurement of the fuel used is not feasible.

PROPERTY TAX LEGISLATION

Park Model Trailers

Under Chapter 32, Laws of 1993 (SHB 1480), park model trailers (trailers of less than 400 square feet) that are not licensed for use on the highways and that are permanently attached to a site are subject to property tax.

Affordable Housing Levy

Chapter 337, Laws of 1993 (ESHB 1562) authorized cities and counties to impose an additional \$0.50 regular property tax levy for up to 10 consecutive years, subject to voter approval, to provide affordable housing for low-income households. This tax is above statutory cumulative rate limitations but within the constitutional 1 percent limitation.

State Property Tax on Commercial Watercraft

Under Chapter 33, Laws of 1993 (EHB 1481), responsibility for collection of the commercial vessel ad valorem property tax is transferred from the county to the Department of Revenue.

Senior Citizen Property Tax Exemption

Under Chapter 178, Laws of 1993 (HB 1530) an otherwise qualified senior citizen or retired disabled person who is in a hospital or nursing home remains eligible for property tax relief if the person's residence is rented for the purpose of paying hospital or nursing home costs.

Homes for the Aging

In 1992, the Legislature directed the Department of Revenue to conduct a study of the property tax exemption for nonprofit homes for the aging. The study was conducted with the assistance of a study committee composed of residents and managers of nonprofit homes for the aging, representatives of senior citizen advocacy organizations not associated with nonprofit homes for the aging, the county assessors, city officials, and county officials. Chapter 151, Laws of 1993 (HB 2073) implemented the recommendations of the study. Under this legislation, the following changes are made:

- 1) Nonprofit homes for the aging financed with tax-exempt bonds requiring low income set asides are exempt from property tax.

- 2) The \$22,000 income threshold is increased to the greater of \$22,000 or 80 percent of county median income adjusted for family size.
- 3) The current law feature that provides complete exemption for homes where 50 percent or more of the residents have incomes below the income threshold is retained.
- 4) Only the proportion of residents with incomes below the income threshold rather than twice the proportion of residents with incomes below the income threshold is used when determining the partial exemption amount.
- 5) Housing units in which residents receive significant assistance with the activities of daily living are exempt.
- 6) The personal property of a nonprofit home for the aging is exempt.

Any increase in assessed value due to changes in the exemption amount by this legislation are phased-in over three years.

Public Assembly Halls & Property of Veterans' Organizations

Chapter 327, Laws of 1993 (SSB 5134) expanded the property tax exemption for nonprofit public assembly halls and meeting places and property of veterans' organizations. Under this legislation, their property tax exemptions are not lost by the use of the property for pecuniary gain for periods of not more than three days in a year. In addition, an inadvertent use of the property which is inconsistent with the purpose of the exemption is permitted if the use is not part of a pattern of use. An inadvertent use that is repeated in the same assessment year or in successive assessment years is presumed to be part of a pattern of use.

Charitable Fund-Raising Organizations

Chapter 79, Laws of 1993 (HB 1324) provided a property tax exemption for volunteer nonprofit charitable fund-raising organizations.

Property Appraisal

In valuing property for property tax purposes, sales of the property being sold or comparable property sold within the last five years is considered. Also, zoning, physical, and environmental influences are evaluated. In 1990, the Growth Management Act (GMA) was passed in an effort to encourage development in urban areas where adequate public facilities and services are already available, and to reduce urban sprawl. Chapter 436, Laws of 1993 (SB 5638) requires the appraisal of property to be consistent with the comprehensive land use plan, development regulations under the GMA, and any other governmental policies or practices in effect.

FEES

Uniform Commercial Code Program

The Department of Licensing administers the Uniform Commercial Code program, a federally mandated, non-regulatory service for persons taking security interests in this state, under which the department maintains a record of security interests in personal property. Under Chapter 51, Laws of 1993 (SB 5385), the program is made self supporting. The director is authorized to set fees at a level sufficient to defray the costs of administering the program.

Toxicology Laboratory and State Patrol Breath Test Funding Fee

Chapter 239, Laws of 1993 (SHB 1128) imposes, for the 1993-95 biennium, an additional \$125 fee against each person convicted of driving while intoxicated. Of the revenue from the fee, 40 percent is divided between cities, counties, and the state in the same manner as fees, fines, and forfeitures collected by district courts. If the case involves a blood test by the State Toxicology Laboratory, the remaining 60 percent is earmarked for funding the laboratory's Blood Testing Program. Otherwise, the remaining 60 percent is earmarked for the Washington State Patrol Breath Testing Program.

Voter Registration Tapes

The Secretary of State is required to establish fees for computerized copies of voter registration lists under Chapter 441, Laws of 1993 (SB 5973). The fee is to be set to pay for the cost of assembling, compiling, and distributing the computer file of registered voters and will vary with the number of persons requesting the tape.

Access to Tobacco by Youth

Chapter 507, Laws of 1993 (ESHB 2071) increased the tobacco retailer's license fee from \$10 to \$93 and required a separate license for each place of business. In addition, tobacco vending machine license fees are raised from \$1 to \$30.

Forest Fire Protection Assessments

Under Chapter 36, Laws of 1993 (ESHB 1320), the Department of Natural Resources' forest fire protection assessment of \$0.22 per acre, and the minimum assessment of \$14 per year, is modified. Parcels of 50 acres or less will pay a minimum, flat fee assessment of \$14.50 per year, and landowners with parcels greater than 50 acres will pay the flat fee assessment plus \$0.22 per acre for every acre over 50 acres. The department's assessment for emergency fire suppression of up to \$0.15 per acre is also modified. The department may establish a flat fee assessment of no more than \$7.50 per year, and the department may charge the flat fee assessment plus a per acre assessment not exceeding \$0.15 per acre for every acre over 50 acres. In addition, the exemptions from the fire protection assessment and the assessment for emergency fire suppression for forest landowners with parcels of two acres or less are removed.

Forest Practices Fees

Chapter 443, Laws of 1993 (ESSB 5981) establishes fees for class II, class III, and class IV forest practices at \$50 per application. Application fees for class IV general forest practices dealing with planned or likely conversion of forest land to other uses are set at \$500.

Watercraft Registration Fees

Chapter 244, Laws of 1993 (SHB 1318) increases the vessel registration fee from \$6.00 to \$10.50 per year effective with registrations expiring June 30, 1995. Effective June 30, 1994, the law authorizing counties to impose a vessel excise tax is repealed.

Surface Mining Reclamation Permit Fee

Under Chapter 518, Laws of 1993 (E2SSB 5502), a surface mining reclamation permit fee of \$650 is imposed. After June 30, 1993, permit holders must pay an annual renewal fee of \$650. All fees go into the surface mining account.

Recreational Fishing Licenses

Chapter 17, Laws of 1993 1st sp.s. (ESSB 5980) consolidated recreational fishing licenses into resident and nonresident personal use and shellfish licenses. Fees are increased to \$7 for annual personal use licenses. A personal use shellfish license is created for the recreational harvest of shellfish and seaweed, and the annual license fee is \$5. A surcharge of \$75 is added to all commercial licenses. An additional fee equal to three and one-half times the renewal fee is added to the renewal fee for transfer of limited entry licenses where a change of ownership of the vessel occurs. Delivery permits and license transfer fees are increased, and sea urchin and sea cucumber license fees are increased. (See also "Fish Landing Tax" above for commercial fish landing tax increases under ESSB 5980.)

Recreational Fishing Enhancement Fees

Chapter 2, Laws of 1993 1st sp.s. (ESHB 2055) provides for the consolidation of the Departments of Fisheries and Wildlife. The bill also includes a provision for an additional annual fee of \$10 for a recreational license for salmon and marine fish in the Puget Sound region. These funds will be used to enhance propagation of the resource and recreational fishing opportunities by enhancing habitat and production programs.

Water Rights Fees

Chapter 495, Laws of 1993 (ESHB 1236) imposes for the period July 1, 1993, through June 30, 1994, a \$100 surcharge on new and pending water rights applications.

Air Operating Permits

Chapter 252, Laws of 1993 (ESHB 1089) authorizes new source review, control technology determinations, and renewable air operating permits fees based on the Department of Ecology's biennial workload.

Water Well Construction Fees

Chapter 387, Laws of 1993 (ESHB 1806) imposes a fee for the construction of water wells and increases the existing water well operator's fees.

Agricultural Fees

Chapter 19, Laws of 1993 1st sp.s. (2ESB 5983) increases statutory fees collected by the Department of Agriculture in order to provide the additional revenue necessary to support a portion of the administrative functions of the agency. The department will also increase a number of fees which are regulated under the Washington Administrative Code.

Pink Shrimp Delivery Licenses

Chapter 376, Laws of 1993 (SHB 1350) requires an ocean pink shrimp delivery license or ocean pink shrimp single delivery license to deliver pink shrimp caught in offshore waters to a port in Washington state, beginning January 1, 1994. The annual license fee for an ocean pink shrimp delivery license is \$150 for residents and \$300 for nonresidents, and the license fee for an ocean pink shrimp single delivery license is \$100.

Motel Liquor License Fees

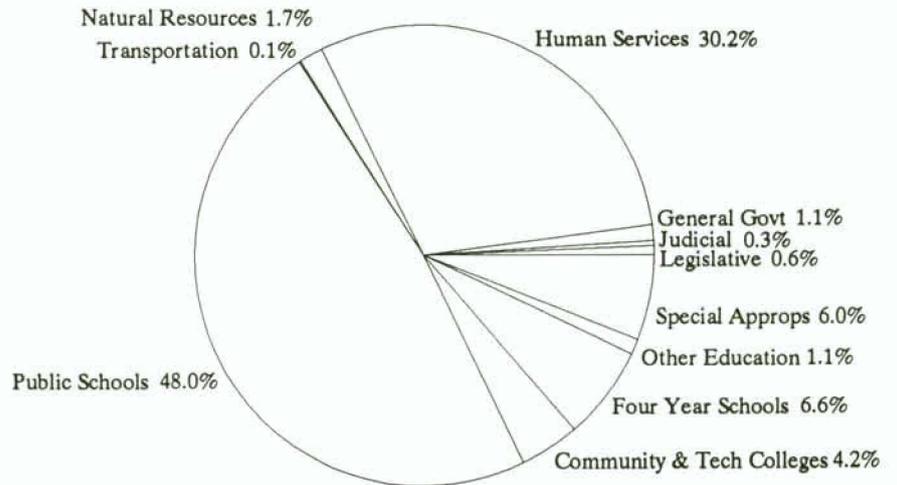
Chapter 511, Laws of 1993 (SB 5689) authorizes a new class M liquor license for motels that hold no other class of liquor license and authorizes the Liquor Control Board to impose a reasonable fee for the license.

1993-95 Operating Budget Comparisons

(Dollars in Thousands)

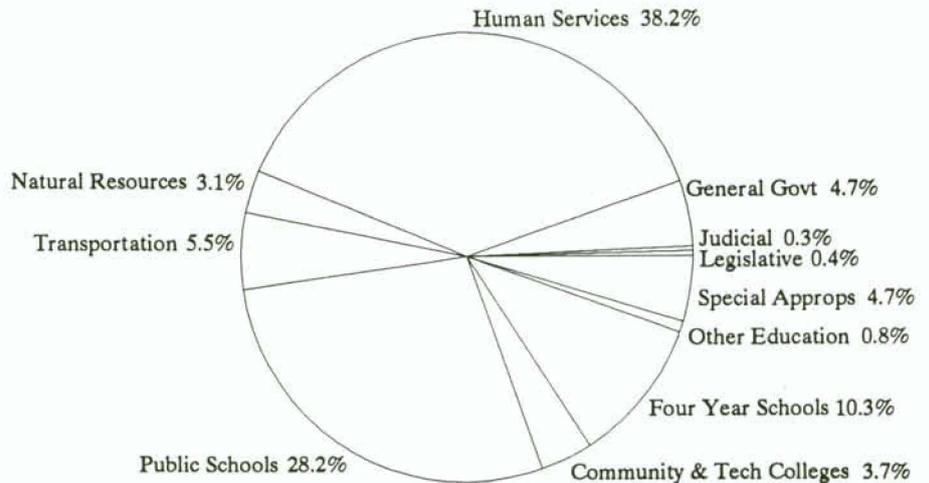
General Fund - State

Legislative	101,545
Judicial	55,510
General Government	182,816
Human Services	4,875,185
Natural Resources	274,657
Transportation	20,759
Public Schools	7,753,641
Community & Tech Colleges	676,763
Four Year Schools	1,058,198
Other Education	175,519
Special Appropriations	962,129
Statewide Total	16,136,722



Total Budgeted Funds

Legislative	108,635
Judicial	98,894
General Government	1,407,183
Human Services	11,397,453
Natural Resources	937,174
Transportation	1,625,958
Public Schools	8,409,691
Community & Tech Colleges	1,104,194
Four Year Schools	3,082,669
Other Education	229,052
Special Appropriations	1,404,056
Statewide Total	29,804,959

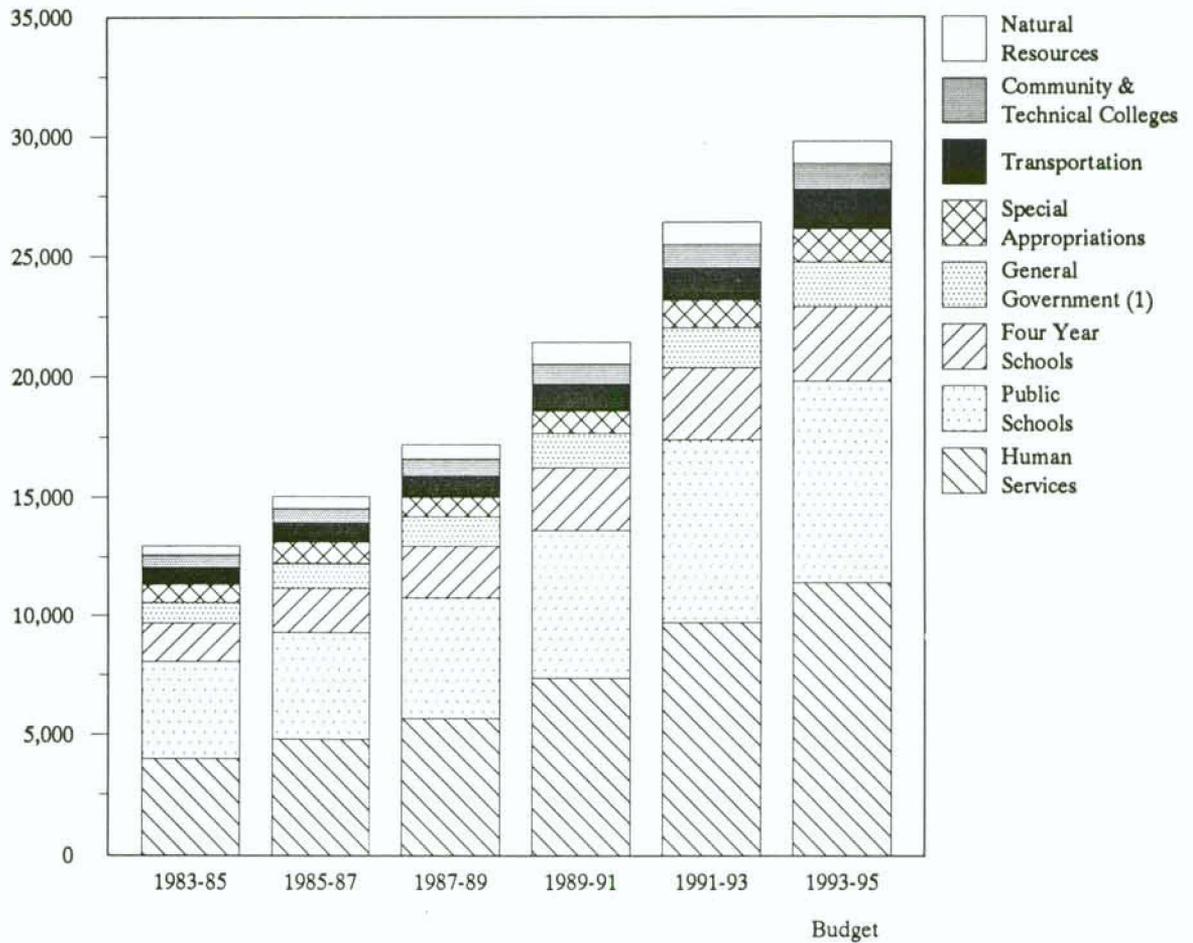


Note: Amounts are based on 1993 Legislative action.

Washington State Operating Budget

Total Budgeted Funds

(Dollars in Millions)



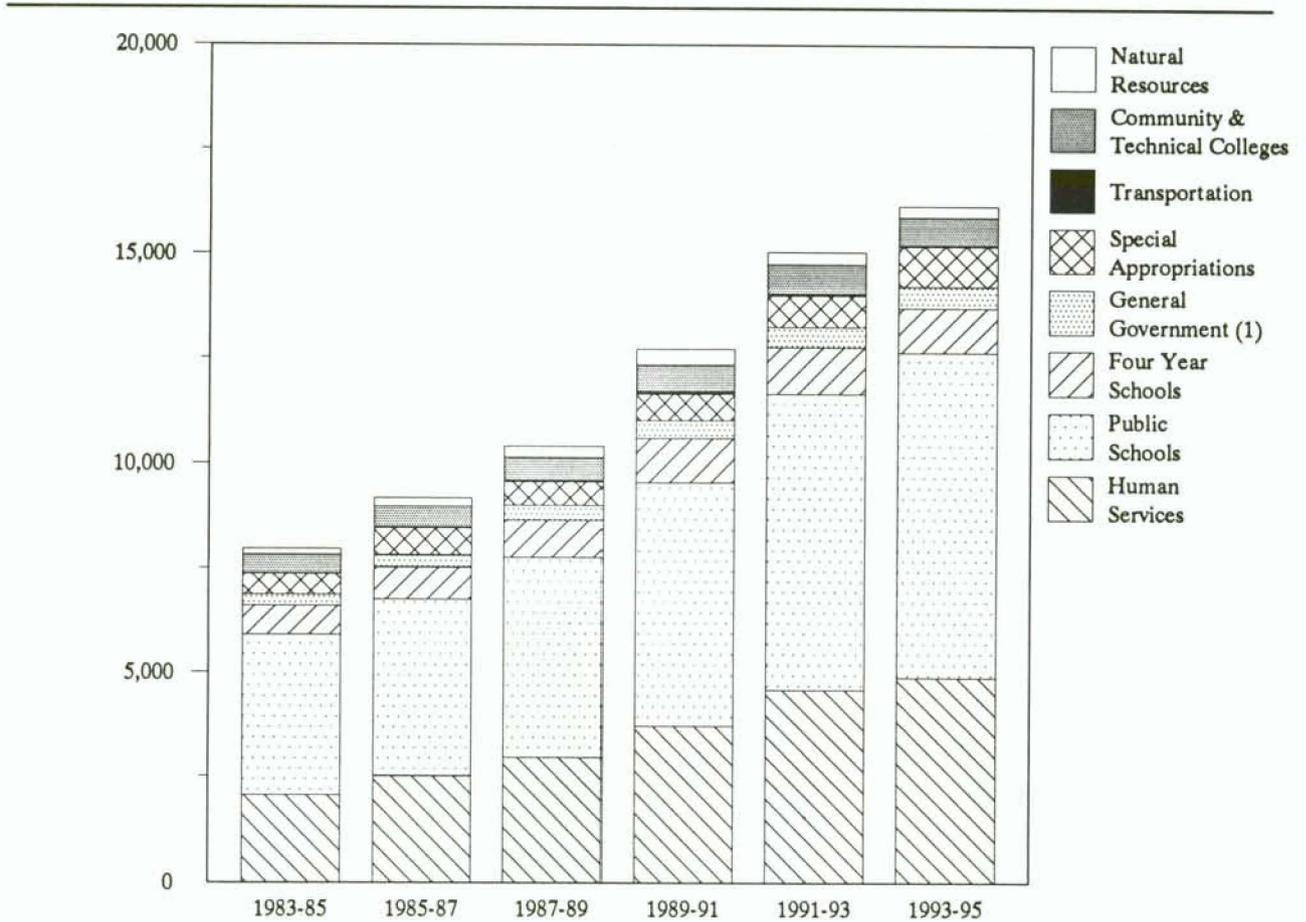
	1983-85	1985-87	1987-89	1989-91	1991-93	Budget 1993-95
Natural Resources	380	485	584	903	907	937
Community & Tech Colleges	560	617	691	842	1,001	1,104
Transportation	695	817	900	1,075	1,329	1,626
Special Appropriations	775	904	820	947	1,142	1,404
General Government (1)	879	1,041	1,240	1,415	1,679	1,844
Four Year Schools	1,636	1,880	2,182	2,608	2,972	3,083
Public Schools	4,051	4,491	5,100	6,254	7,655	8,410
Human Services	3,992	4,795	5,671	7,367	9,713	11,397
Statewide Total	12,968	15,030	17,189	21,410	26,398	29,805

(1) Includes Legislative, Judicial, Other Education, and General Government agencies.

Washington State Operating Budget

General Fund - State

(Dollars in Millions)



	1983-85	1985-87	1987-89	1989-91	1991-93	Budget 1993-95
Natural Resources	141	207	256	382	307	275
Community & Tech Colleges	445	480	531	628	695	677
Transportation	22	29	41	50	43	21
Special Appropriations	494	650	567	618	755	962
General Government (1)	261	297	356	429	479	515
Four Year Schools	710	769	893	1,042	1,107	1,058
Public Schools	3,828	4,235	4,800	5,841	7,070	7,754
Human Services	2,056	2,514	2,960	3,713	4,577	4,875
Statewide Total	7,958	9,181	10,403	12,704	15,034	16,137

(1) Includes Legislative, Judicial, Other Education, and General Government agencies.

Washington State Operating Budget Total All Funds

(Dollars in Thousands)

	<u>1983-85</u>	<u>1985-87</u>	<u>1987-89</u>	<u>1989-91</u>	<u>Estimate 1991-93</u>	<u>Budget 1993-95</u>
Legislative	\$59,392	\$67,731	\$87,546	\$108,218	\$118,993	\$108,635
Judicial	43,740	55,003	72,772	86,421	93,129	98,894
General Government	677,001	805,180	940,026	1,063,477	1,294,148	1,407,183
Human Services	3,991,691	4,795,464	5,670,985	7,367,051	9,713,380	11,397,453
Natural Resources	380,117	485,228	584,237	902,738	906,767	937,174
Transportation	695,060	817,082	900,037	1,074,563	1,329,250	1,625,958
Total Education	6,345,986	7,100,550	8,113,350	9,860,700	11,800,943	12,825,606
Public Schools	4,050,828	4,490,613	5,100,026	6,254,123	7,655,011	8,409,691
Community & Technical Colleges	560,084	616,581	691,300	841,961	1,000,910	1,104,194
Four Year Schools	1,635,976	1,880,404	2,182,400	2,607,846	2,971,968	3,082,669
Other Education	99,097	112,954	139,624	156,770	173,054	229,052
Special Appropriations	<u>775,274</u>	<u>903,703</u>	<u>820,363</u>	<u>947,262</u>	<u>1,141,875</u>	<u>1,404,056</u>
Statewide Total	\$12,968,261	\$15,029,941	\$17,189,316	\$21,410,430	\$26,398,485	\$29,804,959

Percent of Total

Legislative	0.5%	0.5%	0.5%	0.5%	0.5%	0.4%
Judicial	0.3%	0.4%	0.4%	0.4%	0.4%	0.3%
General Government	5.2%	5.4%	5.5%	5.0%	4.9%	4.7%
Human Services	30.8%	31.9%	33.0%	34.4%	36.8%	38.2%
Natural Resources	2.9%	3.2%	3.4%	4.2%	3.4%	3.1%
Transportation	5.4%	5.4%	5.2%	5.0%	5.0%	5.5%
Total Education	48.9%	47.2%	47.2%	46.1%	44.7%	43.0%
Public Schools	31.2%	29.9%	29.7%	29.2%	29.0%	28.2%
Community & Technical Colleges	4.3%	4.1%	4.0%	3.9%	3.8%	3.7%
Four Year Schools	12.6%	12.5%	12.7%	12.2%	11.3%	10.3%
Other Education	0.8%	0.8%	0.8%	0.7%	0.7%	0.8%
Special Appropriations	<u>6.0%</u>	<u>6.0%</u>	<u>4.8%</u>	<u>4.4%</u>	<u>4.3%</u>	<u>4.7%</u>
Statewide Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Change from Prior Biennium

Legislative	14.0%	29.3%	23.6%	10.0%	-8.7%
Judicial	25.7%	32.3%	18.8%	7.8%	6.2%
General Government	18.9%	16.7%	13.1%	21.7%	8.7%
Human Services	20.1%	18.3%	29.9%	31.8%	17.3%
Natural Resources	27.7%	20.4%	54.5%	0.4%	3.4%
Transportation	17.6%	10.2%	19.4%	23.7%	22.3%
Total Education	11.9%	14.3%	21.5%	19.7%	8.7%
Public Schools	10.9%	13.6%	22.6%	22.4%	9.9%
Community & Technical Colleges	10.1%	12.1%	21.8%	18.9%	10.3%
Four Year Schools	14.9%	16.1%	19.5%	14.0%	3.7%
Other Education	14.0%	23.6%	12.3%	10.4%	32.4%
Special Appropriations	<u>16.6%</u>	<u>-9.2%</u>	<u>15.5%</u>	<u>20.5%</u>	<u>23.0%</u>
Statewide Total	15.9%	14.4%	24.6%	23.3%	12.9%

Note: 1993 Budget based on all 1993 Legislative action.

Washington State Operating Budget General Fund – State

(Dollars in Thousands)

	<u>1983-85</u>	<u>1985-87</u>	<u>1987-89</u>	<u>1989-91</u>	<u>Estimate 1991-93</u>	<u>Budget 1993-95</u>
Legislative	\$57,300	\$65,724	\$85,165	\$102,223	\$111,730	\$101,545
Judicial	41,155	42,118	51,637	61,073	65,157	55,510
General Government	106,351	121,246	130,759	158,239	176,737	182,816
Human Services	2,056,353	2,514,269	2,960,220	3,713,432	4,577,357	4,875,185
Natural Resources	141,126	207,001	255,974	382,481	306,560	274,657
Transportation	21,532	28,992	40,713	49,929	42,658	20,759
Total Education	5,040,118	5,551,877	6,311,971	7,618,570	8,997,975	9,664,121
Public Schools	3,828,344	4,234,777	4,799,926	5,841,012	7,070,481	7,753,641
Community & Technical Colleges	445,006	480,356	530,904	628,155	694,523	676,763
Four Year Schools	710,439	769,062	892,860	1,042,426	1,107,263	1,058,198
Other Education	56,329	67,681	88,281	106,977	125,708	175,519
Special Appropriations	<u>493,731</u>	<u>650,112</u>	<u>566,981</u>	<u>617,627</u>	<u>755,426</u>	<u>962,129</u>
Statewide Total	\$7,957,666	\$9,181,339	\$10,403,420	\$12,703,574	\$15,033,600	\$16,136,722

Percent of Total

Legislative	0.7%	0.7%	0.8%	0.8%	0.7%	0.6%
Judicial	0.5%	0.5%	0.5%	0.5%	0.4%	0.3%
General Government	1.3%	1.3%	1.3%	1.2%	1.2%	1.1%
Human Services	25.8%	27.4%	28.5%	29.2%	30.4%	30.2%
Natural Resources	1.8%	2.3%	2.5%	3.0%	2.0%	1.7%
Transportation	0.3%	0.3%	0.4%	0.4%	0.3%	0.1%
Total Education	63.3%	60.5%	60.7%	60.0%	59.9%	59.9%
Public Schools	48.1%	46.1%	46.1%	46.0%	47.0%	48.0%
Community & Technical Colleges	5.6%	5.2%	5.1%	4.9%	4.6%	4.2%
Four Year Schools	8.9%	8.4%	8.6%	8.2%	7.4%	6.6%
Other Education	0.7%	0.7%	0.8%	0.8%	0.8%	1.1%
Special Appropriations	<u>6.2%</u>	<u>7.1%</u>	<u>5.4%</u>	<u>4.9%</u>	<u>5.0%</u>	<u>6.0%</u>
Statewide Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Change from Prior Biennium

Legislative	14.7%	29.6%	20.0%	9.3%	-9.1%
Judicial	2.3%	22.6%	18.3%	6.7%	-14.8%
General Government	14.0%	7.8%	21.0%	11.7%	3.4%
Human Services	22.3%	17.7%	25.4%	23.3%	6.5%
Natural Resources	46.7%	23.7%	49.4%	-19.8%	-10.4%
Transportation	34.6%	40.4%	22.6%	-14.6%	-51.3%
Total Education	10.2%	13.7%	20.7%	18.1%	7.4%
Public Schools	10.6%	13.3%	21.7%	21.0%	9.7%
Community & Technical Colleges	7.9%	10.5%	18.3%	10.6%	-2.6%
Four Year Schools	8.3%	16.1%	16.8%	6.2%	-4.4%
Other Education	20.2%	30.4%	21.2%	17.5%	39.6%
Special Appropriations	<u>31.7%</u>	<u>-12.8%</u>	<u>8.9%</u>	<u>22.3%</u>	<u>27.4%</u>
Statewide Total	15.4%	13.3%	22.1%	18.3%	7.3%

Note: 1993 Budget based on all 1993 Legislative action.

Washington State Operating Budget Annual FTE Staff

	<u>1983-85</u>	<u>1985-87</u>	<u>1987-89</u>	<u>1989-91</u>	<u>Estimate 1991-93</u>	<u>Budget 1993-95</u>
Legislative	748	815	928	959	938	843
Judicial	391	418	445	478	502	507
General Government	4,661	4,958	5,353	5,847	6,374	6,225
Human Services	21,058	22,246	23,841	26,718	28,697	29,620
Natural Resources	4,414	4,748	5,294	5,941	7,073	6,623
Transportation	6,057	6,315	6,633	6,928	7,524	7,631
Total Education	29,014	30,176	31,846	33,991	35,381	35,284
Public Schools	229	244	256	264	255	249
Community & Technical Colleges	8,405	8,621	9,026	9,691	10,400	10,528
Four Year Schools	19,901	20,800	22,027	23,515	24,221	24,036
Other Education	<u>480</u>	<u>512</u>	<u>537</u>	<u>520</u>	<u>505</u>	<u>471</u>
Statewide Total	66,343	69,676	74,340	80,862	86,489	86,733

Percent of Total

Legislative	1.1%	1.2%	1.2%	1.2%	1.1%	1.0%
Judicial	0.6%	0.6%	0.6%	0.6%	0.6%	0.6%
General Government	7.0%	7.1%	7.2%	7.2%	7.4%	7.2%
Human Services	31.7%	31.9%	32.1%	33.0%	33.2%	34.2%
Natural Resources	6.7%	6.8%	7.1%	7.3%	8.2%	7.6%
Transportation	9.1%	9.1%	8.9%	8.6%	8.7%	8.8%
Total Education	43.7%	43.3%	42.8%	42.0%	40.9%	40.7%
Public Schools	0.3%	0.4%	0.3%	0.3%	0.3%	0.3%
Community & Technical Colleges	12.7%	12.4%	12.1%	12.0%	12.0%	12.1%
Four Year Schools	30.0%	29.9%	29.6%	29.1%	28.0%	27.7%
Other Education	<u>0.7%</u>	<u>0.7%</u>	<u>0.7%</u>	<u>0.6%</u>	<u>0.6%</u>	<u>0.5%</u>
Statewide Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Change from Prior Biennium

Legislative		9.0%	13.9%	3.3%	-2.2%	-10.1%
Judicial		6.9%	6.5%	7.4%	5.0%	1.0%
General Government		6.4%	8.0%	9.2%	9.0%	-2.3%
Human Services		5.6%	7.2%	12.1%	7.4%	3.2%
Natural Resources		7.6%	11.5%	12.2%	19.1%	-6.4%
Transportation		4.3%	5.0%	4.4%	8.6%	1.4%
Total Education		4.0%	5.5%	6.7%	4.1%	-0.3%
Public Schools		6.6%	4.9%	3.1%	-3.4%	-2.4%
Community & Technical Colleges		2.6%	4.7%	7.4%	7.3%	1.2%
Four Year Schools		4.5%	5.9%	6.8%	3.0%	-0.8%
Other Education		<u>6.7%</u>	<u>4.9%</u>	<u>-3.2%</u>	<u>-2.9%</u>	<u>-6.7%</u>
Statewide Total		5.0%	6.7%	8.8%	7.0%	0.3%

Note: 1993 Budget based on all 1993 Legislative action.

Washington State Operating Budget Comparisons

1991–93 Estimate vs. 1993–95 Legislative Budget

(Dollars in Thousands)

	General Fund—State			Total All Funds		
	1991–93	1993–95	Difference	1991–93	1993–95	Difference
Legislative	111,730	101,545	(10,185)	118,993	108,635	(10,358)
Judicial	65,157	55,510	(9,647)	93,129	98,894	5,765
General Government	176,737	182,816	6,079	1,294,148	1,407,183	113,035
Human Services	4,577,357	4,875,185	297,828	9,713,380	11,397,453	1,684,073
Natural Resources	306,560	274,657	(31,903)	906,767	937,174	30,407
Transportation	42,658	20,759	(21,899)	1,329,250	1,625,958	296,708
Total Education	8,997,975	9,664,121	666,146	11,800,943	12,825,606	1,024,663
Public Schools	7,070,481	7,753,641	683,160	7,655,011	8,409,691	754,680
Community & Technical Colleges	694,523	676,763	(17,760)	1,000,910	1,104,194	103,284
Four Year Schools	1,107,263	1,058,198	(49,065)	2,971,968	3,082,669	110,701
Other Education	125,708	175,519	49,811	173,054	229,052	55,998
Special Appropriations	755,426	962,129	206,703	1,141,875	1,404,056	262,181
Statewide Total	15,033,600	16,136,722	1,103,122	26,398,485	29,804,959	3,406,474

27

Note: Amounts are based on 1993 Legislative action.

Washington State Operating Budget Comparisons

1991–93 Estimate vs. 1993–95 Legislative Budget

TOTAL LEGISLATIVE & JUDICIAL

(Dollars in Thousands)

	General Fund–State			Total All Funds		
	1991–93	1993–95	Difference	1991–93	1993–95	Difference
Legislative	111,730	101,545	(10,185)	118,993	108,635	(10,358)
House of Representatives	51,772	46,189	(5,583)	51,772	46,189	(5,583)
Senate	39,657	35,457	(4,200)	39,657	35,457	(4,200)
Legislative Budget Committee	2,194	2,067	(127)	2,194	2,632	438
Legislative Transportation Comm	–	–	–	3,926	2,644	(1,282)
LEAP Committee	2,680	2,400	(280)	3,070	2,810	(260)
Office of the State Actuary	–	–	–	1,320	1,649	329
Joint Legislative Systems Committee	7,996	9,480	1,484	7,996	9,480	1,484
Statute Law Committee	6,628	5,952	(676)	8,255	7,774	(481)
Redistricting Commission	803	–	(803)	803	–	(803)
Judicial	65,157	55,510	(9,647)	93,129	98,894	5,765
Supreme Court	16,616	9,769	(6,847)	16,616	9,769	(6,847)
State Law Library	3,082	3,193	111	3,082	3,193	111
Court of Appeals	16,078	17,117	1,039	16,078	17,117	1,039
Commission on Judicial Conduct	1,025	1,013	(12)	1,025	1,013	(12)
Office of Administrator for Courts	28,356	24,418	(3,938)	56,328	67,802	11,474
Total Legislative & Judicial	176,887	157,055	(19,832)	212,122	207,529	(4,593)

Washington State Operating Budget Comparisons

1991–93 Estimate vs. 1993–95 Legislative Budget

TOTAL GENERAL GOVERNMENT (Dollars in Thousands)

	General Fund–State			Total All Funds		
	1991–93	1993–95	Difference	1991–93	1993–95	Difference
Dept of Financial Institutions	–	–	–	–	9,775	9,775
Office of the Governor	7,514	6,138	(1,376)	7,514	6,138	(1,376)
Office of the Lieutenant Governor	516	484	(32)	516	484	(32)
Public Disclosure Commission	1,904	1,989	85	1,904	1,989	85
Office of the Secretary of State	12,744	8,049	(4,695)	17,436	12,577	(4,859)
Governor’s Office of Indian Affairs	320	297	(23)	320	297	(23)
WA St Comm on Asian–American Affairs	366	336	(30)	366	336	(30)
Office of the State Treasurer	1	–	(1)	9,789	10,020	231
Office of the State Auditor	606	20	(586)	34,246	36,984	2,738
Comm Salaries for Elected Officials	76	66	(10)	76	66	(10)
Office of the Attorney General	6,965	5,918	(1,047)	104,481	110,379	5,898
Economic & Revenue Forecast Council	844	815	(29)	844	815	(29)
Office of Financial Management	19,071	19,660	589	32,617	35,083	2,466
Office of Administrative Hearings	–	–	–	12,253	12,535	282
Department of Personnel	–	–	–	27,546	28,493	947
Deferred Compensation Committee	376	–	(376)	2,518	2,692	174
State Lottery Commission	–	–	–	406,220	478,141	71,921
Washington State Gambling Comm	–	–	–	12,468	14,263	1,795
WA State Comm on Hispanic Affairs	404	375	(29)	404	375	(29)
WA St Comm African–American Affairs	288	271	(17)	288	271	(17)
Personnel Appeals Board	–	–	–	888	1,268	380
Department of Retirement Systems	2	–	(2)	29,986	31,988	2,002
State Investment Board	2	–	(2)	6,516	6,939	423
Department of Revenue	100,031	123,538	23,507	106,817	130,242	23,425
Board of Tax Appeals	1,580	1,340	(240)	1,580	1,340	(240)
Municipal Research Council	2,386	2,944	558	2,386	2,944	558
Uniform Legislation Commission	46	47	1	46	47	1
Minority & Women’s Business Enterprises	2,264	–	(2,264)	2,264	2,103	(161)
Dept of General Administration	5,674	393	(5,281)	104,057	100,948	(3,109)

Washington State Operating Budget Comparisons

1991-93 Estimate vs. 1993-95 Legislative Budget

TOTAL GENERAL GOVERNMENT

(Dollars in Thousands)

...Continued

	General Fund - State			Total All Funds		
	1991-93	1993-95	Difference	1991-93	1993-95	Difference
Department of Information Services	406	-	(406)	186,290	180,252	(6,038)
United States Presidential Electors	2	-	(2)	2	-	(2)
Office of Insurance Commissioner	10	-	(10)	16,006	18,310	2,304
State Board of Accountancy	500	-	(500)	1,176	1,202	26
Death Investigation Council	-	-	-	12	14	2
Professional Athletic Commission	132	-	(132)	132	-	(132)
Washington Horse Racing Commission	-	-	-	4,992	4,876	(116)
WA State Liquor Control Board	2	-	(2)	107,596	111,231	3,635
Utilities and Transportation Comm	36	-	(36)	30,636	29,559	(1,077)
Board for Volunteer Firefighters	-	-	-	384	398	14
Military Department	9,460	8,365	(1,095)	18,367	17,401	(966)
Public Employment Relations Comm	2,209	1,771	(438)	2,209	4,408	2,199
Total General Government	176,737	182,816	6,079	1,294,148	1,407,183	113,035

Washington State Operating Budget Comparisons

1991–93 Estimate vs. 1993–95 Legislative Budget

TOTAL HUMAN SERVICES (Dollars in Thousands)

	General Fund–State			Total All Funds		
	1991–93	1993–95	Difference	1991–93	1993–95	Difference
DSHS	3,760,644	3,945,485	184,841	7,704,161	9,025,364	1,321,203
Health Services Commission	–	–	–	–	4,004	4,004
WA State Health Care Authority	356	6,810	6,454	10,276	158,771	148,495
Department of Community Development	99,428	88,457	(10,971)	344,330	327,974	(16,356)
Human Rights Commission	3,971	3,919	(52)	5,055	5,330	275
Bd of Industrial Insurance Appeals	4	110	106	17,935	20,518	2,583
WA State Criminal Justice Training Comm	62	–	(62)	11,956	11,200	(756)
Department of Labor and Industries	10,448	9,241	(1,207)	346,172	378,674	32,502
Indeterminate Sentence Review Board	3,002	2,643	(359)	3,002	2,643	(359)
Department of Health	118,834	92,520	(26,314)	303,238	352,609	49,371
Department of Veterans' Affairs	24,092	20,701	(3,391)	42,045	46,942	4,897
Department of Corrections	512,816	700,639	187,823	562,082	704,511	142,429
Dept of Services for the Blind	2,844	2,601	(243)	12,576	12,925	349
Washington Basic Health Plan	39,714	–	(39,714)	48,062	–	(48,062)
Sentencing Guidelines Commission	706	662	(44)	706	662	(44)
Department of Employment Security	436	1,397	961	301,784	345,326	43,542
Total Human Services	4,577,357	4,875,185	297,828	9,713,380	11,397,453	1,684,073

Washington State Operating Budget Comparisons

1991–93 Estimate vs. 1993–95 Legislative Budget

TOTAL DEPARTMENT OF SOCIAL & HEALTH SERVICES

(Dollars in Thousands)

	General Fund—State			Total All Funds		
	1991–93	1993–95	Difference	1991–93	1993–95	Difference
Children and Family Services	276,177	292,004	15,827	461,957	489,133	27,176
Juvenile Rehabilitation	117,032	120,210	3,178	121,660	131,135	9,475
Mental Health	447,766	398,605	(49,161)	656,759	714,073	57,314
Developmental Disabilities	355,046	330,879	(24,167)	657,306	638,357	(18,949)
Long–Term Care Services	530,280	618,987	88,707	1,143,661	1,359,018	215,357
Income Assistance Grants	593,365	653,252	59,887	1,312,336	1,253,238	(59,098)
Alcohol & Substance Abuse	40,423	15,355	(25,068)	126,410	149,402	22,992
Medical Assistance Payments	1,053,197	1,167,705	114,508	2,432,543	3,388,786	956,243
Vocational Rehabilitation	16,281	15,406	(875)	80,678	83,643	2,965
Administration/Support Svcs	47,149	46,547	(602)	89,544	83,967	(5,577)
Community Services Admin	201,640	219,837	18,197	418,192	477,867	59,675
Revenue Collections	51,764	35,763	(16,001)	159,312	214,086	54,774
Payments to Other Agencies	30,524	30,935	411	43,803	42,659	(1,144)
Total DSHS	3,760,644	3,945,485	184,841	7,704,161	9,025,364	1,321,203

Washington State Operating Budget Comparisons

1991–93 Estimate vs. 1993–95 Legislative Budget

TOTAL NATURAL RESOURCES

(Dollars in Thousands)

	General Fund—State			Total All Funds		
	1991–93	1993–95	Difference	1991–93	1993–95	Difference
Washington State Energy Office	2,238	1,518	(720)	52,390	47,176	(5,214)
Columbia River Gorge Commission	520	574	54	1,002	1,116	114
Department of Ecology	55,800	55,625	(175)	237,854	261,607	23,753
WA Pollution Liab Insurance Program	–	–	–	903	906	3
State Parks and Recreation Comm	53,176	54,130	954	59,859	61,751	1,892
Interagency Comm for Outdoor Rec	200	–	(200)	2,587	2,600	13
Environmental Hearings Office	1,195	1,205	10	1,195	1,205	10
Dept of Trade and Economic Develop	29,355	25,026	(4,329)	34,885	35,018	133
State Conservation Commission	2,030	1,670	(360)	2,228	1,872	(356)
Winter Recreation Commission	12	–	(12)	12	–	(12)
Puget Sound Water Quality Authority	3,592	3,059	(533)	4,894	4,207	(687)
Office of Marine Safety	–	–	–	3,504	4,496	992
Growth Planning Hearings Office	–	3,028	3,028	–	3,028	3,028
Department of Fisheries	55,960	55,740	(220)	93,813	100,082	6,269
Department of Wildlife	11,276	10,226	(1,050)	91,116	109,194	18,078
Department of Natural Resources	68,145	49,394	(18,751)	227,070	216,718	(10,352)
Department of Agriculture	23,061	13,462	(9,599)	71,665	66,727	(4,938)
State Convention and Trade Center	–	–	–	21,790	19,471	(2,319)
Total Natural Resources	306,560	274,657	(31,903)	906,767	937,174	30,407

Washington State Operating Budget Comparisons

1991-93 Estimate vs. 1993-95 Legislative Budget

TOTAL TRANSPORTATION

(Dollars in Thousands)

	General Fund - State			Total All Funds		
	1991-93	1993-95	Difference	1991-93	1993-95	Difference
Board of Pilotage Commissioners	-	-	-	206	218	12
Washington State Patrol	24,310	14,223	(10,087)	229,568	234,382	4,814
Traffic Safety Commission	-	-	-	7,858	3,357	(4,501)
Department of Licensing	18,348	6,536	(11,812)	162,526	164,674	2,148
Department of Transportation	-	-	-	768,410	921,037	152,627
County Road Administration Board	-	-	-	62,527	87,924	25,397
Transportation Improvement Board	-	-	-	95,340	211,822	116,482
Marine Employees' Commission	-	-	-	343	373	30
Transportation Commission	-	-	-	1,552	1,637	85
Air Transportation Commission	-	-	-	920	534	(386)
Total Transportation	42,658	20,759	(21,899)	1,329,250	1,625,958	296,708

Washington State Operating Budget Comparisons

1991-93 Estimate vs. 1993-95 Legislative Budget

TOTAL EDUCATION

(Dollars in Thousands)

	General Fund - State			Total All Funds		
	1991-93	1993-95	Difference	1991-93	1993-95	Difference
Public Schools	7,070,481	7,753,641	683,160	7,655,011	8,409,691	754,680
Community & Technical Colleges	694,523	676,763	(17,760)	1,000,910	1,104,194	103,284
Four Year Schools	1,107,263	1,058,198	(49,065)	2,971,968	3,082,669	110,701
University of Washington	531,149	507,618	(23,531)	1,985,681	2,027,514	41,833
Washington State University	305,180	292,460	(12,720)	551,114	601,678	50,564
Eastern Washington University	76,461	72,813	(3,648)	119,034	126,076	7,042
Central Washington University	67,360	66,482	(878)	108,938	113,843	4,905
The Evergreen State College	41,044	37,207	(3,837)	59,711	60,089	378
Western Washington University	86,069	81,618	(4,451)	147,490	153,469	5,979
Other Education	125,708	175,519	49,811	173,054	229,052	55,998
Compact for Education	98	-	(98)	98	-	(98)
Higher Education Coordinating Board	79,251	130,333	51,082	83,493	140,105	56,612
State School for the Blind	6,626	6,862	236	6,626	6,888	262
State School for the Deaf	12,608	12,566	(42)	12,608	12,606	(2)
Work Force Trng & Educ Coord Board	4,076	3,517	(559)	37,686	38,666	980
Joint Center for Higher Education	601	711	110	601	865	264
Higher Education Personnel Board	-	-	-	2,312	1,898	(414)
State Library	14,422	14,062	(360)	19,218	18,904	(314)
Washington State Arts Commission	4,700	4,274	(426)	6,044	5,208	(836)
Washington State Historical Society	1,354	2,321	967	2,092	2,963	871
East Wash State Historical Society	884	873	(11)	1,110	949	(161)
State Capitol Historical Association	1,088	-	(1,088)	1,166	-	(1,166)
Total Education	8,997,975	9,664,121	666,146	11,800,943	12,825,606	1,024,663

Washington State Operating Budget Comparisons

1991–93 Estimate vs. 1993–95 Legislative Budget

TOTAL PUBLIC SCHOOLS

(Dollars in Thousands)

General Fund–State

Total All Funds

	1991–93	1993–95	Difference	1991–93	1993–95	Difference
State Office Administration	23,180	34,414	11,234	37,840	72,201	34,361
General Apportionment	5,552,495	6,019,646	467,151	5,552,495	6,019,646	467,151
Pupil Transportation	315,177	351,143	35,966	315,177	351,143	35,966
School Food Services	6,000	6,000	–	215,270	250,886	35,616
Handicapped Education	737,602	867,311	129,709	821,502	965,995	144,493
Traffic Safety Education	2,002	–	(2,002)	10,360	16,979	6,619
Educational Service Districts	10,925	9,891	(1,034)	10,925	9,891	(1,034)
Levy Equalization	149,578	149,596	18	149,578	149,596	18
Elementary/Secondary School Improve	–	–	–	178,000	197,580	19,580
Indian Education	–	–	–	332	370	38
Institutional Education	26,367	22,869	(3,498)	34,067	31,417	(2,650)
Ed of Highly Capable Students	10,386	8,983	(1,403)	10,386	8,983	(1,403)
School District Support	5,646	–	(5,646)	25,240	–	(25,240)
Education Reform	–	57,990	57,990	–	57,990	57,990
Special and Pilot Programs	44,147	–	(44,147)	55,647	–	(55,647)
Federal Encumbrances	–	–	–	51,216	51,216	–
Transitional Bilingual Instruction	31,675	46,940	15,265	31,675	46,940	15,265
Remediation Assistance	100,073	108,456	8,383	100,073	108,456	8,383
Educational Clinics	3,406	–	(3,406)	3,406	–	(3,406)
Education Enhancement	57,745	47,832	(9,913)	57,745	47,832	(9,913)
Compensation Adjustments	2,253	22,570	20,317	2,253	22,570	20,317
Teachers' Retirement	(8,200)	–	8,200	(8,200)	–	8,200
Belated Claims	24	–	(24)	24	–	(24)
Total Public Schools	7,070,481	7,753,641	683,160	7,655,011	8,409,691	754,680

Washington State Operating Budget Comparisons

1991–93 Estimate vs. 1993–95 Legislative Budget

TOTAL SPECIAL APPROPRIATIONS

(Dollars in Thousands)

	General Fund – State			Total All Funds		
	1991–93	1993–95	Difference	1991–93	1993–95	Difference
Bond Retirement and Interest	590,702	765,533	174,831	973,466	1,189,781	216,315
Special Approps to the Governor	155	13,194	13,039	155	24,581	24,426
Belated Claims	816	–	(816)	816	–	(816)
Sundry Claims	241	1,950	1,709	3,926	1,950	(1,976)
State Employee Compensation Adjust	–	4,093	4,093	–	10,385	10,385
Agency Loans	13,266	7,380	(5,886)	13,266	7,380	(5,886)
Contributions to Retirement Systems	150,246	169,979	19,733	150,246	169,979	19,733
Total Special Appropriations	755,426	962,129	206,703	1,141,875	1,404,056	262,181

Omnibus Appropriations Act - Agency Detail

Directory

Agency	Page
Accountancy, State Board of	105
Actuary, Office of the State	50
Administrative Hearings, Office of	83
Administrator for the Courts, Office of the	60
African-American Affairs, Washington State Commission on	90
Agency Loans	300
Agriculture, Department of	212
Arts Commission, Washington State	282
Asian-American Affairs, Washington State Commission on	73
Attorney General, Office of the	78
Auditor, Office of the State	75
Basic Health Plan, Washington	180
Belated Claims	295
Bond Retirement and Interest	293
Capitol Historical Association, State	284
Central Washington University	269
Columbia River Gorge Commission	190
Community Development, Department of	162
Community & Technical College System	263
Compact for Education	276
Conservation Commission, State	203
Contributions to Retirement Systems	299
Convention and Trade Center, State	214
Corrections, Department of	176
Court of Appeals	58
Criminal Justice Training Commission, Washington State	168
Death Investigation Council	106
Deferred Compensation Committee	86
Eastern Washington University	268
Ecology, Department of	191

Agency	Page
Economic & Revenue Forecast Council	80
Employee Compensation Adjustments, State	297
Employment Security, Department of	182
Energy Office, Washington State	189
Environmental Hearings Office	199
Financial Institutions, Department of	114
Financial Management, Office of	81
Fisheries, Department of	205
Gambling Commission, Washington State	88
General Administration, Department of	100
Governor, Office of the	67
Growth Planning Hearings Office	216
Health Care Authority, Washington State	160
Health Services Commission	159
Health, Department of	173
Higher Education Coordinating Board	277
Higher Education Personnel Board	280
Hispanic Affairs, Washington State Commission on	89
Historical Society, Eastern Washington State	285
Historical Society, Washington State	283
Horse Racing Commission, Washington	108
House of Representatives	46
Human Rights Commission	165
Indeterminate Sentencing Review Board	171
Indian Affairs, Governor's Office of	72
Industrial Insurance Appeals, Board of	167
Information Services, Department of	103
Insurance Commissioner, Office of	104
Investment Board, State	93
Joint Center for Higher Education	278
Joint Legislative Systems Committee	51
Judicial Conduct, Commission on	59
Labor and Industries, Department of	169
Law Library, State	57
Legislative Budget Committee	48
Legislative Evaluation & Accountability Program Committee	49
Licensing, Department of	220
Lieutenant Governor, Office of the	68
Liquor Control Board, Washington State	109
Lottery Commission, State	87

Agency	Page
Marine Safety, Office of	215
Military Department	112
Minority & Women's Business Enterprises, Office of	99
Municipal Research Council	97
Natural Resources, Department of	209
Outdoor Recreation, Interagency Committee for	198
Parks and Recreation Commission, State	196
Personnel Appeals Board	91
Personnel, Department of	84
Pollution Liability Insurance Program, Washington	195
Professional Athletic Commission	107
Public Disclosure Commission	69
Public Employment Relations Commission	113
Puget Sound Water Quality Authority	204
Retirement Systems, Department of	92
Revenue, Department of	94
Salaries for Elected Officials, Commission on	77
School for the Blind, State	287
School for the Deaf, State	286
Secretary of State, Office of the	70
Senate	47
Sentencing Guidelines Commission	181
Services for the Blind, Department of	179
Social and Health Services, Department of	
Children & Family Services	124
Juvenile Rehabilitation	127
Mental Health	129
Developmental Disabilities	133
Long-Term Care Services	137
Income Assistance Grants	140
Alcohol & Substance Abuse	143
Medical Assistance Payments	145
Vocational Rehabilitation	149
Administration and Supporting Services	151
Community Services Administration	152
Revenue Collections	154
Payments to Other Agencies	155
Special Appropriations to the Governor	294
State Library	281
State Patrol, Washington	223

Agency	Page
Statute Law Committee	52
Sundry Claims	296
Superintendent of Public Instruction	
State Office Administration	231
General Apportionment	233
Pupil Transportation	235
School Food Services	236
Handicapped Education	237
Traffic Safety Education	238
Educational Service Districts	239
Levy Equalization	240
Elementary/Secondary School Improvement	241
Indian Education	242
Institutional Education	243
Education of Highly Capable Students	244
School District Support	245
Education Reform	252
Special and Pilot Programs	246
Federal Encumbrances	247
Transitional Bilingual Instruction	248
Remediation Assistance	249
Educational Clinics	250
Education Enhancement	251
Compensation Adjustments	234
Teachers' Retirement	253
Supreme Court	56
Tax Appeals, Board of	96
The Evergreen State College	270
Trade and Economic Development, Department of	200
Treasurer, Office of the State	74
Uniform Legislation Commission	98
University of Washington	265
Utilities and Transportation Commission	110
Veterans' Affairs, Department of	172
Volunteer Firefighters, Board for	111
Washington State University	267
Western Washington University	271
Wildlife, Department of	207
Work Force Training & Education Coordinating Board	279

Legislative

Efficiency Reductions

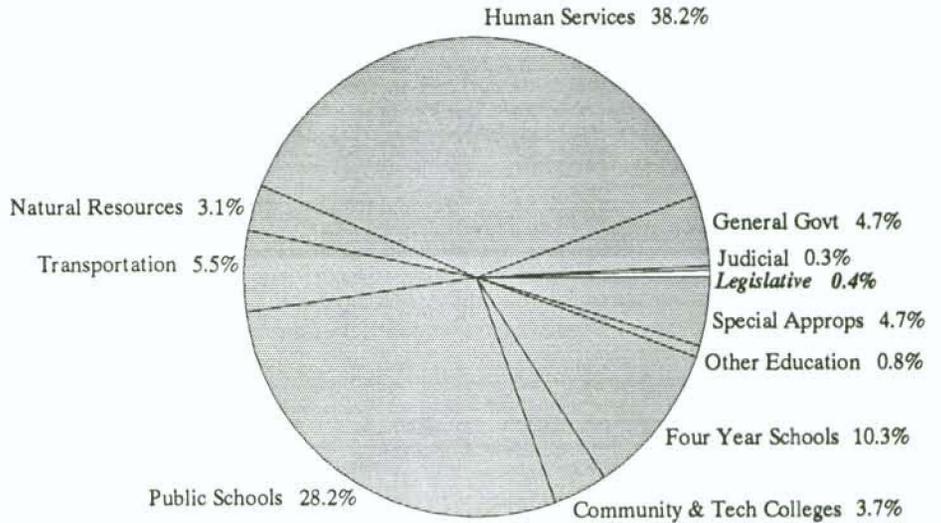
As an efficiency measure, general fund appropriations to all legislative agencies are reduced by an amount equal to 10 percent of the agency's 1991-93 expenditures. In addition, authorized legislative staff positions are reduced by 96 FTEs below estimated 1991-93 biennial staffing levels.

To achieve these operating efficiencies and implement cost reduction measures, the Omnibus Appropriations Act authorizes the Legislature to transfer funds among all legislative agencies.

Washington State 1993-95 Operating Budget Total Budgeted Funds

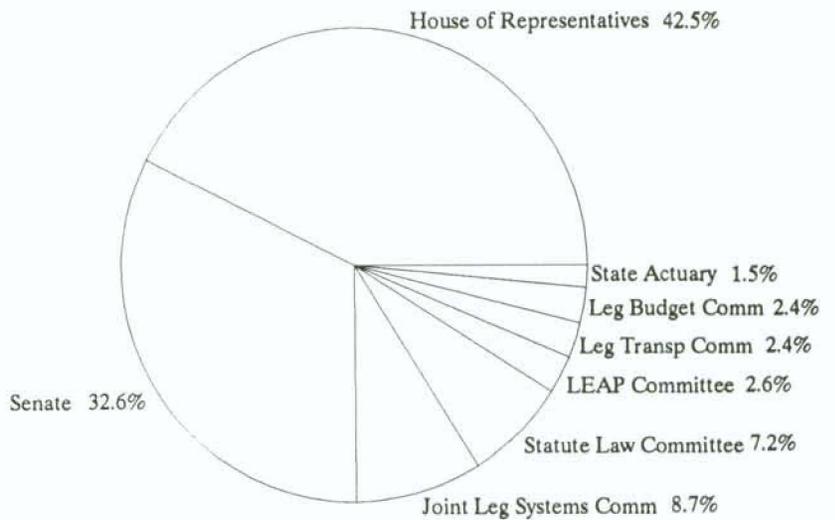
(Dollars in Thousands)

Legislative	108,635
Judicial	98,894
General Government	1,407,183
Human Services	11,397,453
Natural Resources	937,174
Transportation	1,625,958
Public Schools	8,409,691
Community & Tech Colleges	1,104,194
Four Year Schools	3,082,669
Other Education	229,052
Special Appropriations	1,404,056
Statewide Total	29,804,959



Washington State

House of Representatives	46,189
Senate	35,457
Joint Leg Systems Comm	9,480
Statute Law Committee	7,774
LEAP Committee	2,810
Leg Transp Committee	2,644
Leg Budget Committee	2,632
State Actuary	1,649
Legislative	108,635

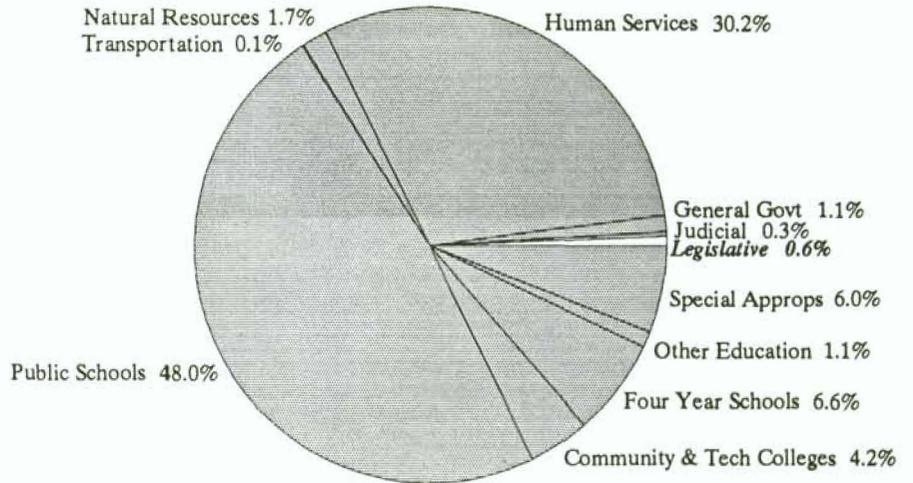


Legislative

Washington State 1993-95 Operating Budget General Fund - State

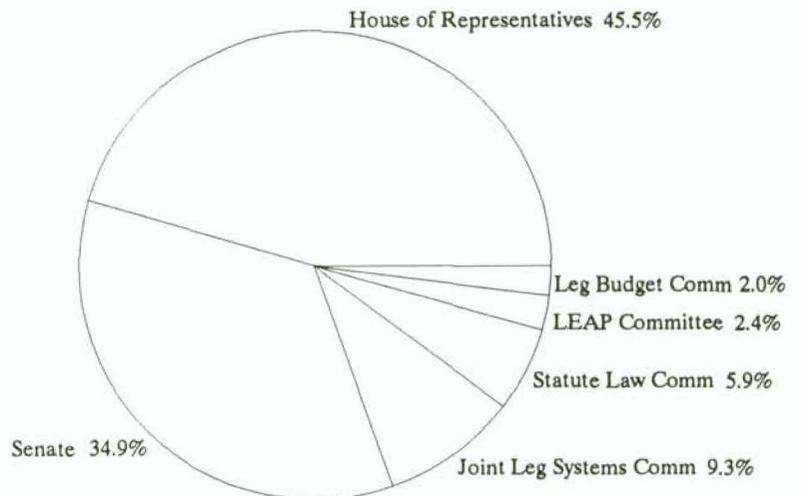
(Dollars in Thousands)

Legislative	101,545
Judicial	55,510
General Government	182,816
Human Services	4,875,185
Natural Resources	274,657
Transportation	20,759
Public Schools	7,753,641
Community & Tech Colleges	676,763
Four Year Schools	1,058,198
Other Education	175,519
Special Appropriations	962,129
Statewide Total	16,136,722



Washington State

House of Representatives	46,189
Senate	35,457
Joint Leg Systems Comm	9,480
Statute Law Committee	5,952
LEAP Committee	2,400
Leg Budget Committee	2,067
Legislative	101,545



Legislative

House of Representatives
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	51,772	0	51,772
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	54,618	0	54,618
POLICY ITEMS			
1. EFFICIENCY REDUCTION	(8,020)	0	(8,020)
2. TRAVEL REDUCTION	(409)	0	(409)
TOTAL 1993-95 BIENNIUM	46,189	0	46,189

Comments:

1. EFFICIENCY REDUCTION – In each legislative agency, an efficiency reduction is made equal to 10 percent of the agency's current GF-State appropriation.
2. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Senate
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	39,657	0	39,657
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	39,120	0	39,120
POLICY ITEMS			
1. EFFICIENCY REDUCTION	(3,428)	0	(3,428)
2. PACIFIC NORTHWEST ECONOMIC REGION	10	0	10
3. TRAVEL REDUCTION	(245)	0	(245)
TOTAL 1993-95 BIENNIUM	35,457	0	35,457

Comments:

1. EFFICIENCY REDUCTION – In each legislative agency, an efficiency reduction is made equal to 10 percent of the agency's current GF-State appropriation.
2. PACIFIC NORTHWEST ECONOMIC REGION – Funds are provided for the reports of the Pacific Northwest Economic Region under chapter 43.147 RCW.
3. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Legislative Budget Committee

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	2,194	0	2,194
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	2,344	0	2,344
POLICY ITEMS			
1. EFFICIENCY REDUCTION	(264)	0	(264)
2. HEALTH CARE REFORM STUDIES	0	565	565
3. TRAVEL REDUCTION	(13)	0	(13)
TOTAL 1993-95 BIENNIUM	2,067	565	2,632

Comments:

1. EFFICIENCY REDUCTION – In each legislative agency, an efficiency reduction is made equal to 10 percent of the agency's current GF-State appropriation.
2. HEALTH CARE REFORM STUDIES – One-time funding is provided for studies to be performed by the Legislative Budget Committee under the Health Care Reform Act, Chapter 492, Laws of 1993 (E2SSB 5304). Two of the studies will examine local, state, and federal regulations that apply to hospitals and nursing homes. Reports to the Legislature are due by July 1, 1994.
3. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Legislative Evaluation & Accountability Program

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	2,680	0	2,680
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	2,642	0	2,642
POLICY ITEMS			
1. EFFICIENCY REDUCTION	(232)	0	(232)
2. TRAVEL REDUCTION	(10)	0	(10)
TOTAL 1993-95 BIENNIUM	2,400	0	2,400

Comments:

1. EFFICIENCY REDUCTION – In each legislative agency, an efficiency reduction is made equal to 10 percent of the agency's current GF-State appropriation.
2. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

NOTE: The LEAP Committee received an appropriation in Chapter 23, Laws of 1993, First Extraordinary Session (2ESSB 5972).

For further information, see the schedule entitled "Appropriations Contained Within Other Legislation" in the Revenue Section of this document.

Amounts shown here reflect only the Omnibus Appropriations Act. The remainder of the LEAP Committee's budget is shown in the Transportation Budget section of this document.

Office of the State Actuary
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	1,320	1,320
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	1,422	1,422
POLICY ITEMS			
1. ACTUARY AUDITS/ASSISTANCE	0	50	50
2. CONNECTION TO SERVICE CENTER	0	12	12
3. COMPUTER PURCHASES	0	15	15
4. LEOFF I MEDICAL EXPENSES STUDY	0	150	150
TOTAL 1993-95 BIENNIUM	0	1,649	1,649

Comments:

1. ACTUARY AUDITS/ASSISTANCE – Funding is provided for the purchase of external actuarial services to validate the valuation process.
2. CONNECTION TO SERVICE CENTER – Funding is provided for the leased connection to the Legislative Service Center required by the new Washington Legislative Information System for bill drafting, tracking, etc.
3. COMPUTER PURCHASES – Upgraded software and two new computers to replace slower, outdated models will be purchased.
4. LEOFF I MEDICAL EXPENSES STUDY – Appropriation authority is provided for a study to be coordinated by the Office of the State Actuary on local government long-term expenses related to LEOFF I medical benefits. Funding will be provided by local governments through the administrative rate charged by the Department of Retirement Systems.

Joint Legislative Systems Committee

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	7,996	0	7,996
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	10,704	0	10,704
POLICY ITEMS			
1. EFFICIENCY REDUCTION	(1,324)	0	(1,324)
2. PERFORMANCE AUDIT DATA ANALYSIS	100	0	100
TOTAL 1993-95 BIENNIUM	9,480	0	9,480

Comments:

1. EFFICIENCY REDUCTION – In each legislative agency, an efficiency reduction is made equal to 10 percent of the agency's current GF-State appropriation.
2. PERFORMANCE AUDIT DATA ANALYSIS – Funds are provided for the one-time costs of analyzing data as a part of performance audits of state agencies and programs, pursuant to the budget act and Chapter 406, Laws of 1993 (ESHB 1372).

Statute Law Committee

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	6,628	1,627	8,255
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	7,178	1,822	9,000
POLICY ITEMS			
1. EFFICIENCY REDUCTION	(1,214)	0	(1,214)
2. TRAVEL REDUCTION	(12)	0	(12)
TOTAL 1993-95 BIENNIUM	5,952	1,822	7,774

Comments:

1. EFFICIENCY REDUCTION – In each legislative agency, an efficiency reduction is made equal to 10 percent of the agency's current GF-State appropriation.
2. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Judicial

Additional Superior Court Judge

Funding is provided to add one Superior Court Judge for Cowlitz County pursuant to the implementation of Chapter 14, Laws of 1993 1st sp.s. (SSB 5753).

Racial Disproportionality Study Recommendations

Funding is provided to implement the recommendations of the Racial Disproportionality Study and Chapter 415, Laws of 1993 (ESHB 1966). Specifically funding is provided to develop materials describing juvenile laws and to convene a work group to develop standards for prosecution of juvenile offenders.

Foster Care Citizen Review Boards

Funding for Foster Care Citizen Review Boards, which operated in three counties, was eliminated. The Boards recruited, trained, and monitored volunteer reviewers, and provided written advisory findings and recommendations to the court.

Indigent Appeal Program Enhancement

Funding is provided to increase the rate paid for indigent appeals defense cases from \$1,648 per case to \$1,900 per case.

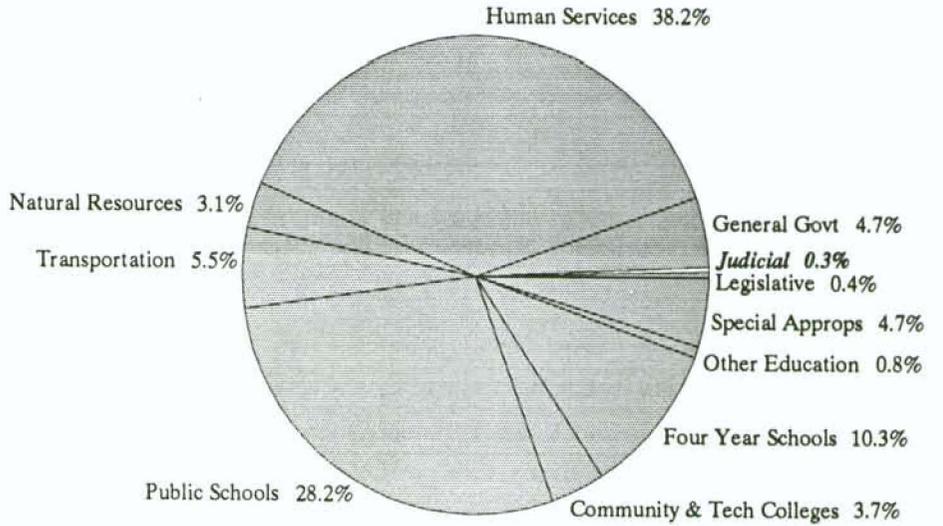
Administrator for the Courts Information System Enhancements

An additional \$2.6 million was provided for various information system projects including the Judicial Account System, DISCIS debt service and maintenance costs, Harris equipment replacement, PC work stations and to replace local area network systems.

Washington State 1993-95 Operating Budget Total Budgeted Funds

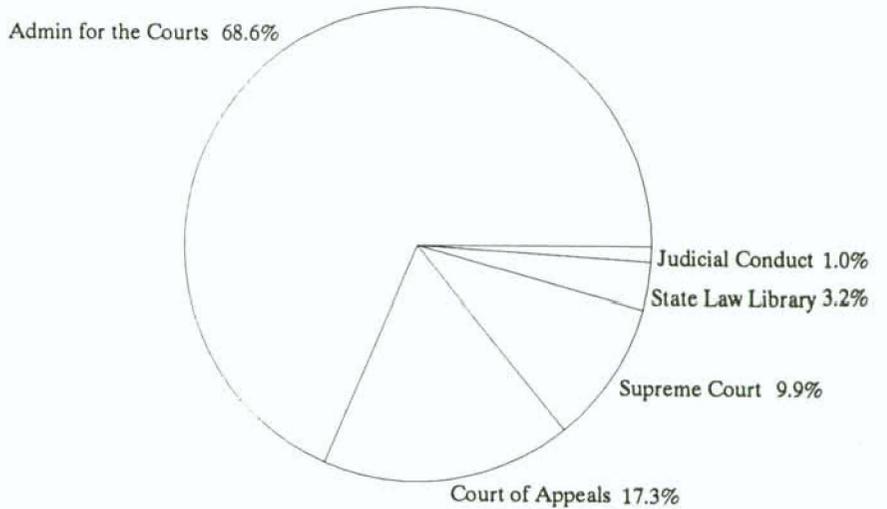
(Dollars in Thousands)

Legislative	108,635
Judicial	98,894
General Government	1,407,183
Human Services	11,397,453
Natural Resources	937,174
Transportation	1,625,958
Public Schools	8,409,691
Community & Tech Colleges	1,104,194
Four Year Schools	3,082,669
Other Education	229,052
Special Appropriations	1,404,056
Statewide Total	29,804,959



Washington State

Admin for the Courts	67,802
Court of Appeals	17,117
Supreme Court	9,769
State Law Library	3,193
Judicial Conduct Comm	1,013
Judicial	98,894

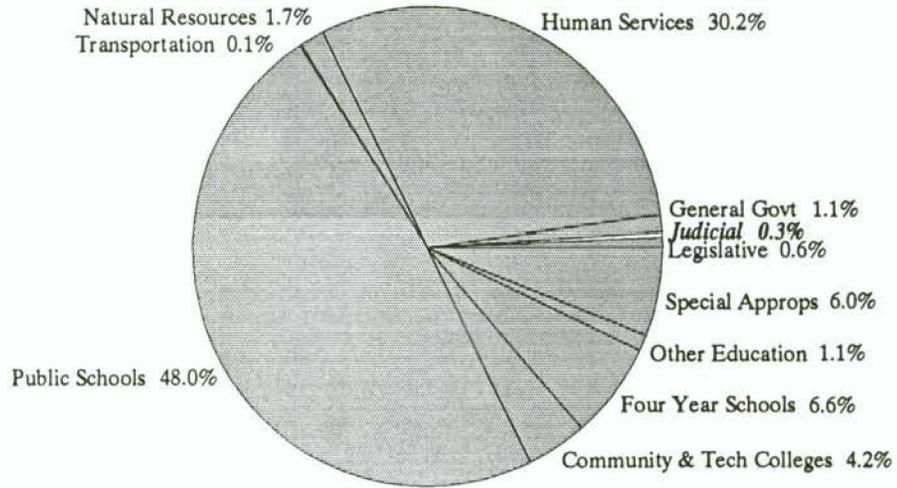


Judicial

Washington State 1993-95 Operating Budget General Fund - State

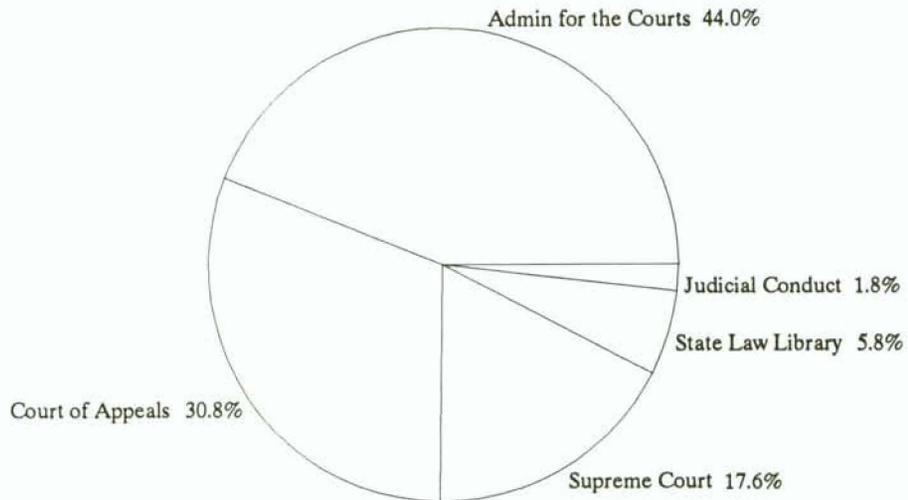
(Dollars in Thousands)

Legislative	101,545
Judicial	55,510
General Government	182,816
Human Services	4,875,185
Natural Resources	274,657
Transportation	20,759
Public Schools	7,753,641
Community & Tech Colleges	676,763
Four Year Schools	1,058,198
Other Education	175,519
Special Appropriations	962,129
Statewide Total	16,136,722



Washington State

Admin for the Courts	24,418
Court of Appeals	17,117
Supreme Court	9,769
State Law Library	3,193
Judicial Conduct Comm	1,013
Judicial	55,510



Judicial

Supreme Court

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	16,616	0	16,616
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	20,136	0	20,136
POLICY ITEMS			
1. COURT EQUIPMENT & FURNITURE	224	0	224
2. INDIGENT APPEAL PROGRAM ENHANCEMENT	1,892	0	1,892
3. DELETE RESTORE OF 92 SUPP REDUCT	(804)	0	(804)
4. ADJUST CASELOAD INDIGENT DEFENSE	(1,359)	0	(1,359)
5. INTERAGENCY BILLINGS	(24)	0	(24)
6. INFLATION	(422)	0	(422)
7. MOVE INDIGENT APPEALS TO OAC	0	(9,820)	(9,820)
8. PSEA/DRUG FUND REALIGNMENT	(9,820)	9,820	0
9. CONSOLIDATED MAIL SAVINGS	(28)	0	(28)
10. TRAVEL REDUCTION	(26)	0	(26)
TOTAL 1993-95 BIENNIUM	9,769	0	9,769

Comments:

- | | |
|--|---|
| <p>1. COURT EQUIPMENT & FURNITURE – Funding is provided to replace obsolete furniture and equipment. This level of funding is half of the agency requested level.</p> <p>2. INDIGENT APPEAL PROGRAM ENHANCEMENT – Funding is provided to increase the rate paid for indigent appeals defense from \$1,648 per case to \$1,900 per case.</p> <p>3. DELETE RESTORE OF 92 SUPP REDUCT – The Supreme Court requested funding in the essential requirements level to restore 1992 Supplemental Budget reductions. Funding is not provided because 1992 Supplemental Budget reductions were intended to be permanent.</p> <p>4. ADJUST CASELOAD INDIGENT DEFENSE – The caseload increase built into the essential requirements level is adjusted to reflect FY91 and FY92 actuals with an allowance for an additional 100 cases per year.</p> <p>5. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.</p> <p>6. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.</p> <p>7. MOVE INDIGENT APPEALS TO OAC – Funding for the indigent appeals program is moved to the Office of the Administrator for the Courts.</p> <p>8. PSEA/DRUG FUND REALIGNMENT – Funding for the entire indigent appeals program is shifted to the Public Safety and Education Account and is no longer supported by the state general fund.</p> <p>9. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation</p> | <p>of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.</p> <p>10. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.</p> |
|--|---|

State Law Library
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	3,082	0	3,082
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	3,217	0	3,217
POLICY ITEMS			
1. INTERAGENCY BILLINGS	(14)	0	(14)
2. CONSOLIDATED MAIL SAVINGS	(6)	0	(6)
3. TRAVEL REDUCTION	(4)	0	(4)
TOTAL 1993-95 BIENNIUM	3,193	0	3,193

Comments:

1. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
2. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
3. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Court of Appeals

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	16,078	0	16,078
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	17,402	0	17,402
POLICY ITEMS			
1. OFFICE AUTOMATION & MISC EQUIP	570	0	570
2. DELETE RESTORE OF 92 SUPP REDUCT	(330)	0	(330)
3. DELETE DUPLICATION IN MISC EQUIP	(14)	0	(14)
4. MERIT INCREMENTS	(363)	0	(363)
5. INFLATION	(134)	0	(134)
6. TRAVEL REDUCTION	(14)	0	(14)
TOTAL 1993-95 BIENNIUM	17,117	0	17,117

Comments:

1. OFFICE AUTOMATION & MISC EQUIP – Provides funding to upgrade the existing local area network systems in Division I and III, and to replace hardware and software. This item also provides funding for equipment and furniture replacement.
2. DELETE RESTORE OF 92 SUPP REDUCT – The Court of Appeals requested funding in the essential requirements level to restore 1992 Supplemental Budget reductions. Funding is not provided because 1992 Supplemental Budget reductions were intended to be permanent.
3. DELETE DUPLICATION IN MISC EQUIP – Funding for library materials included in the state law library's budget are deleted.
4. MERIT INCREMENTS – Agencies with less than 100 FTEs are allowed to add the cost of merit increments. Funding is not provided because the Court of Appeals will have 120 FTEs in the ensuing biennium.
5. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
6. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Commission on Judicial Conduct
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	980	0	980
1993 SUPPLEMENTAL	45	0	45
TOTAL 1991-93 BIENNIUM	1,025	0	1,025
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	981	0	981
POLICY ITEMS			
1. INVESTIGATIVE OFFICER	46	0	46
2. CONSOLIDATED MAIL SAVINGS	(6)	0	(6)
3. TRAVEL REDUCTION	(8)	0	(8)
TOTAL 1993-95 BIENNIUM	1,013	0	1,013

Comments:

1. INVESTIGATIVE OFFICER – The Commission requests \$46,000 and 0.4 FTE to assist in managing the backlog of pending Supreme Court cases.
2. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
3. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Office of the Administrator for the Courts
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	28,122	27,972	56,094
1993 SUPPLEMENTAL	234	0	234
TOTAL 1991-93 BIENNIUM	28,356	27,972	56,328
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	32,212	31,406	63,618
POLICY ITEMS			
1. DELETE RESTORE OF 92 SUPP REDUCT	(12)	(130)	(142)
2. DELETE RESTORATION OF PASS-THROUGH	(64)	(1,086)	(1,150)
3. REDUCE SUPERIOR COURT EXPENSES	(1,140)	0	(1,140)
4. REDUCE ACCESS TO AUTOMATED CRT INFO	(240)	(1,510)	(1,750)
5. INFLATION	(915)	(45)	(960)
6. JUDGESHIP COWLITZ COUNTY	110	0	110
7. MOVE INDIGENT APPEALS TO OAC	0	9,820	9,820
8. PSEA/DRUG FUND REALIGNMENT OAC	(5,060)	5,060	0
9. JURY SOURCE LIST	170	0	170
10. MINORITY & JUSTICE	0	100	100
11. RACIAL DISPROPORTIONALITY	50	0	50
12. RESTORE OPERATIONS	0	134	134
13. BALANCE DRUG FUND	0	(482)	(482)
14. MALPRACTICE REVIEW	0	117	117
15. ELIMINATE FOSTER CARE REVIEW BOARD	(673)	0	(673)
16. TRAVEL REDUCTION	(20)	0	(20)
TOTAL 1993-95 BIENNIUM	24,418	43,384	67,802

Comments:

1. DELETE RESTORE OF 92 SUPP REDUCT – The agency requested funding in the essential requirements level to restore 1992 Supplemental Budget reductions. Funding is not provided because 1992 Supplemental Budget reductions were intended to be permanent.
2. DELETE RESTORATION OF PASS-THROUGH – The agency requested funding in the essential requirements level to restore 1992 Supplemental Budget reductions to the following "pass-through" programs: the Board of Trial Court Education, Foster Care Citizens Review Boards, Gender and Justice Task Force, Minority and Justice Task Force, Snohomish County Diversion program, and the Treatment Alternative to Street Crime program. Funding is not provided because 1992 Supplemental Budget reductions were intended to be permanent.
3. REDUCE SUPERIOR COURT EXPENSES – Increased funding is provided in the essential requirements level for Superior Court judges' salaries and benefits. This item adjusts the agency's requested increase to reflect the base funding agreed upon prior to the 1993 session.
4. REDUCE ACCESS TO AUTOMATED CRT INFO – Requested funding for automated court information projects is reduced based on the level of equipment carryforward remaining in the agency's base.
5. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
6. JUDGESHIP COWLITZ COUNTY – Funding is provided for an additional Superior Court judge in Cowlitz County to implement Chapter 14, Laws of 1993 1st sp.s. (SSB 5753).
7. MOVE INDIGENT APPEALS TO OAC – Funding for the indigent appeals program is moved from the Supreme Court to the Office of Administrator for the Courts.
8. PSEA/DRUG FUND REALIGNMENT OAC – Funding for operation of the Administrator for the Courts Office is shifted to the Public Safety and Education Account.
9. JURY SOURCE LIST – Provides funding to implement Chapter 408, Laws of 1993 (ESHB 1084 Jury Source List). Specifically funding is provided for counties and Department of Information Systems to merge drivers license records and voter registration records into a new jury source list.
10. MINORITY & JUSTICE – Provides funding to develop a training curriculum for court personnel to foster cultural diversity and awareness.

Office of the Administrator for the Courts

11. **RACIAL DISPROPORTIONALITY** – Funding is provided to implement Chapter 415, Laws of 1993 (ESHB 1966 implementing racial disproportionality study recommendations). One-time funding is provided to develop materials describing juvenile laws and to convene a work group to develop standards for the prosecution of juvenile offenders.
12. **RESTORE OPERATIONS** – Funding is provided to restore reductions taken which impact OAC operations.
13. **BALANCE DRUG FUND** – All programs funded from the state drug enforcement and education account are reduced by 6.9 percent to balance the fund. This reduction reduces funding for the Treatment Alternatives to Street Crimes (TASC) program.
14. **MALPRACTICE REVIEW** – Funding is provided to implement section 418 of Chapter 492, Laws of 1993 (E2SSB 5304 Health Care Reform). Section 418 requires the OAC to coordinate the development of a voluntary system for review of medical malpractice claims prior to filing a cause of action.
15. **ELIMINATE FOSTER CARE REVIEW BOARD** – Funding is eliminated for the Foster Care Citizen Review Boards which operated in Snohomish, Yakima, and Clallam Counties. The programs recruited, trained, and monitored volunteer reviewers, and provided written advisory findings and recommendations to the court. Funding is eliminated because the cost effectiveness of the program appears unclear.
16. **TRAVEL REDUCTION** – Agency GF–State travel expenditures are reduced by a total of 25 percent.

General Government

Administrative and Operating Efficiencies

In various general government agencies, administrative and managerial staffing is reduced by a total of 120 FTEs, or by about 15 percent. Across-the-board reductions and efficiencies in other operating budget areas such as travel, data processing, postage, and printing and supplies are anticipated to bring the total GF-State savings to \$7.3 million.

Department of Financial Institutions

Chapter 472, Laws of 1993 (SSB 5270) creates the Department of Financial Institutions which consolidates the Divisions of Banking and Savings and Loan from the Department of General Administration and the Securities Division within the Department of Licensing.

Civil Service Reform

Under Chapter 281, Laws of 1993 (ESHB 2054), the Higher Education Personnel Board is consolidated into the Department of Personnel. In addition, personnel appeals workload will be centralized in the Personnel Appeals Board.

Office of Minority and Women Business Enterprises

Financing for the Office of Minority and Women Business Enterprises is shifted from the general fund to a revolving fund, financed from fees and internal service charges on businesses, state agencies, and other users of the services offered by the office. This shift will save the general fund approximately \$1.8 million.

Department of General Administration

Several programmatic efficiencies are made including eliminating the Office Systems Support Center, reducing custodial and facilities maintenance services, increasing revolving fund support of administrative overhead, and transferring funding of capital project managers to the capital budget. These efficiencies will save the general fund \$4.3 million and also result in reduced revolving fund billings to state agencies.

Video Tele-conferencing

Funding is provided to establish an additional video conferencing center. The center will be linked by fiber optic cables and will provide two-way video and audio communications for state agencies. The availability of this service is anticipated to reduce agency travel expenses.

Government Services Accessibility

Funding is provided to establish 10 self-service government information kiosks around the state. These kiosks will provide self-service convenience and increase accessibility to information on government services and programs.

Revenue Collection Enhancement

An additional \$18.7 million and 117 FTEs are added to the Department of Revenue for improved audit and enforcement activities. This enhancement is expected to generate new revenues for the general fund in the amount of \$76.4 million.

Secretary of State

To ensure the integrity of the election process, the Secretary of State is provided funds to train and certify county election workers and to audit the operations of county elections offices. Funds are also provided to increase regulation of charitable fundraising activities.

Attorney General

The state's recent favorable settlement of petroleum price-fixing litigation provides funds to maintain funding for the Attorney General's enforcement of antitrust laws and allows an enhancement of the Attorney General's consumer protection program.

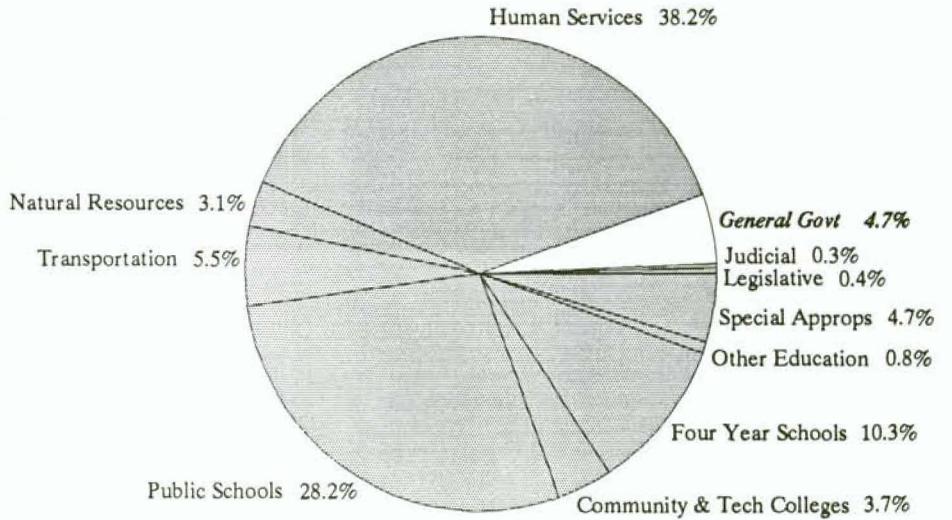
Insurance Commissioner

In addition to funding under the health care reform act, the Insurance Commissioner receives enhanced funding for increased review of health insurance rates and policies, as well as increased financial examination of all insurance companies.

Washington State 1993-95 Operating Budget Total Budgeted Funds

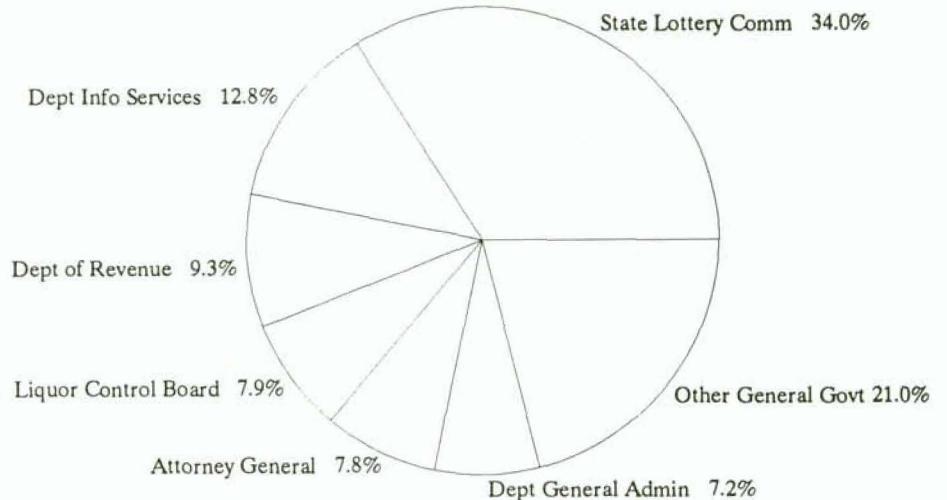
(Dollars in Thousands)

Legislative	108,635
Judicial	98,894
General Government	1,407,183
Human Services	11,397,453
Natural Resources	937,174
Transportation	1,625,958
Public Schools	8,409,691
Community & Tech Colleges	1,104,194
Four Year Schools	3,082,669
Other Education	229,052
Special Appropriations	1,404,056
Statewide Total	29,804,959



Washington State

State Lottery Comm	478,141
Dept Info Services	180,252
Dept of Revenue	130,242
Liquor Control Board	111,231
Attorney General	110,379
Dept General Admin	100,948
Other General Government	295,990
General Government	1,407,183

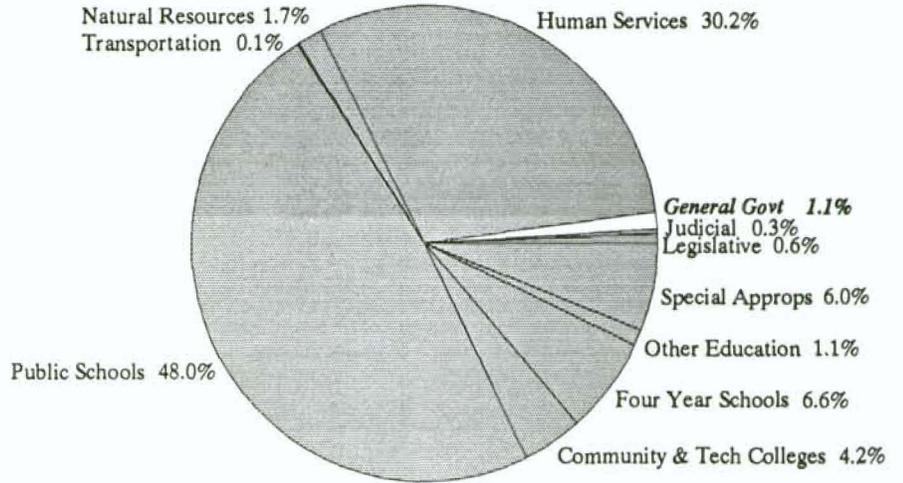


General Government

Washington State 1993-95 Operating Budget General Fund - State

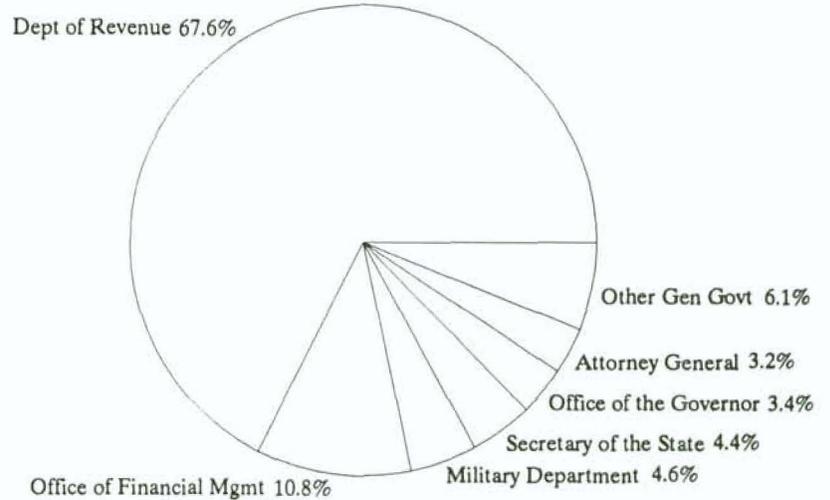
(Dollars in Thousands)

Legislative	101,545
Judicial	55,510
General Government	182,816
Human Services	4,875,185
Natural Resources	274,657
Transportation	20,759
Public Schools	7,753,641
Community & Tech Colleges	676,763
Four Year Schools	1,058,198
Other Education	175,519
Special Appropriations	962,129
Statewide Total	16,136,722



Washington State

Dept of Revenue	123,538
Office of Financial Mgmt	19,660
Military Department	8,365
Secretary of the State	8,049
Office of the Governor	6,138
Attorney General	5,918
Other General Government	11,148
General Government	182,816



General Government

Office of the Governor
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	7,514	0	7,514
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	7,546	0	7,546
POLICY ITEMS			
1. REDUCE AGENCY WIDE PROGRAMS	(902)	0	(902)
2. TRAVEL MANAGEMENT SAVINGS	(6)	0	(6)
3. INTERAGENCY BILLINGS	38	0	38
4. INFLATION	(81)	0	(81)
5. ELIMINATE EXTRADITION FUNDING	(360)	0	(360)
6. CONSOLIDATED MAIL SAVINGS	(16)	0	(16)
7. EQUIPMENT REDUCTION	(23)	0	(23)
8. TRAVEL REDUCTION	(58)	0	(58)
TOTAL 1993-95 BIENNIUM	6,138	0	6,138

Comments:

1. REDUCE AGENCY WIDE PROGRAMS – This item imposes a 12 percent reduction in agency expenditures. It eliminates 6 FTEs in Olympia, reduces goods and services in executive operations, and takes a 10 percent reduction in resources available for extraditions.
2. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
3. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
4. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
5. ELIMINATE EXTRADITION FUNDING – The budget eliminates funding for reimbursement of local government costs incurred in extraditions (travel and per diem). Funds are not removed for extradition-related legal services performed by the Attorney General.
6. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
7. EQUIPMENT REDUCTION – Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program.
8. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Office of the Lieutenant Governor
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	516	0	516
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	524	0	524
POLICY ITEMS			
1. LAYOFF PART-TIME STAFF	(27)	0	(27)
2. TRAVEL MANAGEMENT SAVINGS	(2)	0	(2)
3. INFLATION	(2)	0	(2)
4. TRAVEL REDUCTION	(9)	0	(9)
TOTAL 1993-95 BIENNIUM	484	0	484

Comments:

1. LAYOFF PART-TIME STAFF – The part-time staff of the Lt. Governor's Office is reduced.
2. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
3. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
4. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Public Disclosure Commission
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	1,824	0	1,824
1993 SUPPLEMENTAL	80	0	80
TOTAL 1991-93 BIENNIUM	1,904	0	1,904
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	1,948	0	1,948
POLICY ITEMS			
1. IMPLEMENT INITIATIVE 134	108	0	108
2. TRAVEL MANAGEMENT SAVINGS	(2)	0	(2)
3. INTERAGENCY BILLINGS	(40)	0	(40)
4. INFLATION	(14)	0	(14)
5. CONSOLIDATED MAIL SAVINGS	(5)	0	(5)
6. TRAVEL REDUCTION	(6)	0	(6)
TOTAL 1993-95 BIENNIUM	1,989	0	1,989

Comments:

1. IMPLEMENT INITIATIVE 134 – This item provides funding for implementation of Initiative 134 which established regulations for political campaign contributions. Funding is provided for developing computerized record keeping systems, training and staff for data entry.
2. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
3. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
4. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
5. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
6. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Office of the Secretary of State
(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	8,302	4,692	12,994
1993 SUPPLEMENTAL	4,442	0	4,442
TOTAL 1991-93 BIENNIUM	12,744	4,692	17,436
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	8,371	4,971	13,342
POLICY ITEMS			
1. SHB 2319 LOCAL ELECTIONS REVIEW	533	0	533
2. PROGRAM SUPPORT SERVICES REDUCTION	(176)	0	(176)
3. AUDIT COUNTIES ELECTION CHARGES	(50)	0	(50)
4. EXPAND RANDOM INITIATIVE CHECKS	(126)	0	(126)
5. REDUCE MICROFILM SERVICES	0	(323)	(323)
6. ELIMINATE ORAL HISTORY PROGRAM	(150)	0	(150)
7. TRAVEL MANAGEMENT SAVINGS	(2)	0	(2)
8. INTERAGENCY BILLINGS	(160)	(71)	(231)
9. INFLATION	(160)	(33)	(193)
10. INCREASED CHARITIES ENFORCEMENT	218	0	218
11. CONSOLIDATED MAIL SAVINGS	(38)	(16)	(54)
12. EQUIPMENT REDUCTION	(6)	0	(6)
13. FTE REDUCTION	(172)	0	(172)
14. TRAVEL REDUCTION	(33)	0	(33)
TOTAL 1993-95 BIENNIUM	8,049	4,528	12,577

Comments:

1. SHB 2319 LOCAL ELECTIONS REVIEW – Chapter 163, Laws of 1992 (SHB 2319), takes effect July 1, 1993, and provides for certification of state and local elections officials, periodic review of each county election operation, and technical assistance to local jurisdictions (chapter 29.60 RCW). The budget makes two reductions from the amount requested to fully implement the legislation: (1) The number of election review teams is reduced from three to two, reflecting a reduction in the frequency of the periodic reviews (a reduction of \$157k); (2) Reimbursement for travel and per diem costs (\$57k) is eliminated for all county employees attending the training programs (RCW 29.60.040 does not authorize per diem for county employees).
2. PROGRAM SUPPORT SERVICES REDUCTION – An 11 percent reduction in executive and administrative services corresponds with reductions in program services.
3. AUDIT COUNTIES ELECTION CHARGES – Counties are reimbursed for a portion of eligible election costs. This recommendation assumes that an improved audit of county invoices will identify ineligible costs.
4. EXPAND RANDOM INITIATIVE CHECKS – Under current statutes, random sampling can only be used to verify an initiative or referendum petition if the petition contains 110 percent of the number of valid signatures required by the state constitution. Chapter 368, Laws of 1993 (SB 5977) expands the authority for random sampling by removing the 110 percent requirement and reduces the cost of initiative verification.
5. REDUCE MICROFILM SERVICES – Funding for the State Archives' microfilm services are reduced. Agencies may elect to continue these services by contracting with the State Archives.
6. ELIMINATE ORAL HISTORY PROGRAM – The Oral History Program provides information on the formation of public policy through the recording and publication of oral narratives of former legislators and state officials. The budget eliminates the program as funded within the Secretary of State.
7. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
8. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
9. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
10. INCREASED CHARITIES ENFORCEMENT – Chapter 471, Laws of 1993 (2SSB 5237): (1) increases the duties of the Secretary of State in the regulation of charitable solicitations, (2) transfers to the Secretary of State from the Attorney General the duty of registering charitable trusts, and (3)

Office of the Secretary of State

authorizes the Secretary of State to set fees at a self-supporting level. To the existing GF-State funding for this program (\$133k and 1.5 FTEs), the budget transfers \$60k GF-State and 0.4 FTEs from the Attorney General's Office and adds \$159k GF-State and 1.0 FTEs for the enhanced duties under the act. The increased program costs are offset by increased GF-State revenues.

11. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
12. EQUIPMENT REDUCTION – Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program.
13. FTE REDUCTION – State agency non-administrative staff are reduced by about 10 percent through a gradual cutback during the biennium.
14. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Governor's Office of Indian Affairs

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	320	0	320
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	330	0	330
POLICY ITEMS			
1. POOL ADMINISTRATIVE SUPPORT	(26)	0	(26)
2. INFLATION	(2)	0	(2)
3. CONSOLIDATED MAIL SAVINGS	(1)	0	(1)
4. TRAVEL REDUCTION	(4)	0	(4)
TOTAL 1993-95 BIENNIUM	297	0	297

Comments:

1. POOL ADMINISTRATIVE SUPPORT – The proposed budget for each minority affairs agency has been reduced eight percent from the 1991-93 biennium appropriation level. The four agencies are encouraged to co-locate and share support staff to accommodate this reduction.
2. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
3. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
4. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Washington State Commission on Asian–American Affairs

(Dollars in Thousands)

	GF–S	Other	Total
1991–93 ESTIMATED EXPENDITURES	366	0	366
<hr/>			
1993–95			
ESSENTIAL REQUIREMENTS LEVEL	372	0	372
POLICY ITEMS			
1. POOL ADMINISTRATIVE SUPPORT	(30)	0	(30)
2. TRAVEL MANAGEMENT SAVINGS	(2)	0	(2)
3. INTERAGENCY BILLINGS	2	0	2
4. INFLATION	(4)	0	(4)
5. CONSOLIDATED MAIL SAVINGS	(1)	0	(1)
6. TRAVEL REDUCTION	(1)	0	(1)
TOTAL 1993–95 BIENNIUM	336	0	336

Comments:

1. POOL ADMINISTRATIVE SUPPORT – The proposed budget for each minority affairs agency has been reduced eight percent from the 1991–93 biennium appropriation level. The four agencies are encouraged to co–locate and share support staff to accommodate this reduction.
2. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
3. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
4. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
5. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre–sort discounts from the U.S. Postal Service.
6. TRAVEL REDUCTION – Agency GF–State travel expenditures are reduced by a total of 25 percent.

Office of the State Treasurer
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	1	9,788	9,789
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	9,759	9,759
POLICY ITEMS			
1. WARRANT MANAGEMENT	0	38	38
2. UPGRADE MAINFRAME	0	284	284
3. RELOCATION OF COMPUTER	0	310	310
4. TRAVEL MANAGEMENT SAVINGS	0	(4)	(4)
5. INTERAGENCY BILLINGS	0	25	25
6. INFLATION	0	(81)	(81)
7. CONSOLIDATED MAIL SAVINGS	0	(25)	(25)
8. ADMINISTRATION REDUCTION	0	(286)	(286)
TOTAL 1993-95 BIENNIUM	0	10,020	10,020

Comments:

- | | |
|---|---|
| <p>1. WARRANT MANAGEMENT – Funding is provided for an additional 0.5 FTE to maintain accounting records on the issuance, redemption, and cancellation of state warrants, reflecting a 20 percent increase in warrant volume since the 1987-89 biennium.</p> <p>2. UPGRADE MAINFRAME – This request continues the previously deferred upgrade of the Treasurer’s mainframe computer. Approved by the Department of Information Systems, the upgrade reduces breakdown and maintenance costs, and provides adequate capacity for the increasing volume. The acquisition is by lease/purchase.</p> <p>3. RELOCATION OF COMPUTER – Along with the mainframe upgrade, the Department of Information Services evaluation recommends relocating the Treasurer’s mainframe computer to a more appropriate environment. Space, ventilation and electrical requirements cannot be met in the existing location without costly modifications. The computer move was submitted by the agency in conjunction with the agency relocation during the General Administration Building remodel.</p> <p>4. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.</p> <p>5. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.</p> <p>6. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.</p> <p>7. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.</p> | <p>8. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.</p> |
|---|---|

Office of the State Auditor
(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	606	33,640	34,246
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	596	34,511	35,107
POLICY ITEMS			
1. SOLID WASTE LANDFILL	0	268	268
2. GROWTH MANAGEMENT ACT	0	222	222
3. LOCAL GOVERNMENT TREASURY	0	92	92
4. INCREASE MOTOR VEHICLE FUND FUNDING	0	74	74
5. CLERICAL SUPPORT	0	24	24
6. CERTIFIED PUBLIC ACCT CONTRACTING	0	1,036	1,036
7. OFFICE SPACE RENTAL	0	442	442
8. REPLACE COMPUTERS	0	156	156
9. ELIMINATE MULTI AGENCY AUDIT PROGR.	0	(68)	(68)
10. 10% MANAGEMENT REDUCTION	0	(290)	(290)
11. ELIMINATE GENERAL FUND SUPPORT	(576)	596	20
12. INFORMATION SERVICES REDUCTIONS	0	(26)	(26)
13. TRAVEL MANAGEMENT SAVINGS	0	(36)	(36)
14. INTERAGENCY BILLINGS	0	(39)	(39)
15. INFLATION	0	(198)	(198)
16. PERFORMANCE-BASED AUDITS	0	200	200
TOTAL 1993-95 BIENNIUM	20	36,964	36,984

Comments:

1. SOLID WASTE LANDFILL – Provides funds for increased workload related to implementation of the 1991 United States Environmental Protection Agency's rules for solid waste landfill closure and post-closure costs beginning June 15, 1993.
2. GROWTH MANAGEMENT ACT – Provides funds for increased workload associated with implementation of the 1990 Growth Management Act.
3. LOCAL GOVERNMENT TREASURY – Provides funding to establish an investment training program for municipal corporations examiners and an audit program to incorporate additional investment testing into the scope of the audits.
4. INCREASE MOTOR VEHICLE FUND FUNDING – Provides funding to bring the audit hours needed to audit city streets back up to the 1987-89 biennium level.
5. CLERICAL SUPPORT – Provides funding for additional clerical help at the regional level, which will increase the effective and efficient use of audit managers' time.
6. CERTIFIED PUBLIC ACCT CONTRACTING – Provides for expansion of Certified Public Accountants (CPA) contracts for local government audits. Because the audit billing rate charged the State Auditor by private CPA firms is 20 percent lower than the rate charged local governments, the State Auditor can produce budget savings to local governments by shifting audit work from the local governments to the State Auditor.
7. OFFICE SPACE RENTAL – Provides funds for additional office space in the Division of Municipal Corporations.
8. REPLACE COMPUTERS – Provides \$155,000 for the replacement of personal computers for staff.
9. ELIMINATE MULTI AGENCY AUDIT PROGR. – Eliminates the Multiple Agency Audit Program, which is designed to audit specific legal compliance issues that affect multiple state agencies.
10. 10% MANAGEMENT REDUCTION – The budget makes a 10 percent reduction in management positions.
11. ELIMINATE GENERAL FUND SUPPORT – Appropriations are shifted from the state general fund to the supporting revolving funds. This item eliminates all GF-State support from the Auditor's budget, with the exception of the costs associated with the publication of the Local Government Comparative Statistics report, which will continue to receive general fund support (\$20k). All other costs of the State Auditor previously paid from the general fund are shifted to the Municipal Revolving Fund and the Audit Services Revolving Fund.
12. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
13. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.

Office of the State Auditor

14. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
15. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
16. PERFORMANCE-BASED AUDITS – Funding is provided to initiate a performance audit program in conjunction with the state Legislature.

Governor's Vetoes:

The Governor vetoed section 121(2), which provided that \$200,000 of the auditing services revolving fund appropriation could be used only for conducting performance audits.

Commission on Salaries for Elected Officials
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	76	0	76
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	78	0	78
POLICY ITEMS			
1. 12 PERCENT REDUCTION FROM ERL	(10)	0	(10)
2. INFLATION	<u>(2)</u>	<u>0</u>	<u>(2)</u>
TOTAL 1993-95 BIENNIUM	66	0	66

Comments:

1. 12 PERCENT REDUCTION FROM ERL – Agency operations are reduced by 12 percent due to the condition of the GF-State.
2. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.

Office of the Attorney General

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	6,726	97,516	104,242
1993 SUPPLEMENTAL	239	0	239
TOTAL 1991-93 BIENNIUM	6,965	97,516	104,481
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	6,850	101,962	108,812
POLICY ITEMS			
1. AGENCY LEGAL SERVICE REQUEST	0	1,700	1,700
2. CONSUMER PROTECTION	414	0	414
3. SHIFT ANTI-TRUST FUNDING	(1,329)	1,329	0
4. REDUCE ADMINISTRATIVE SERVICES	(90)	(266)	(356)
5. CHARITABLE TRUST DIRECTORY	(76)	0	(76)
6. AGENCY TORT DEFENSE	0	(680)	(680)
7. REVENUE COLLECTION TEAM	0	864	864
8. INFORMATION SERVICES REDUCTIONS	(10)	0	(10)
9. TRAVEL MANAGEMENT SAVINGS	(6)	(72)	(78)
10. INTERAGENCY BILLINGS	12	164	176
11. INFLATION	(157)	(537)	(694)
12. HEALTH CARE ANTI-TRUST SUPERVISION	0	525	525
13. PSEA/DRUG FUND REALIGNMENT	406	(406)	0
14. CONSOLIDATED MAIL SAVINGS	(9)	(122)	(131)
15. TRAVEL REDUCTION	(87)	0	(87)
TOTAL 1993-95 BIENNIUM	5,918	104,461	110,379

Comments:

1. AGENCY LEGAL SERVICE REQUEST – Funds are provided for current service levels of agency legal services and workload increases.
2. CONSUMER PROTECTION – Increased revenues in the Anti-Trust Revolving Fund allows GF-State moneys to be shifted from the Anti-Trust Program to the Consumer Protection Program, restoring reductions to that program and adding 3.0 new FTEs in the regional consumer protection offices to supervise volunteers who assist consumers in the resolution of disputes.
3. SHIFT ANTI-TRUST FUNDING – The Anti-Trust Program enforces state and federal laws that protect consumers and businesses from anti-competitive practices such as price fixing, bid rigging, monopolization, and predatory conduct. As a result of the Anti-Trust Revolving Fund's recent recovery of the state's legal expenses in petroleum price-fixing litigation, funds are shifted from the GF-State to the Anti-Trust Revolving Fund (a non-appropriated account). This shift allows the general fund moneys to be used to enhance the Attorney General's consumer protection program.
4. REDUCE ADMINISTRATIVE SERVICES – Reduction in administrative services to correspond with program decrements which result in decreased need for support services.
5. CHARITABLE TRUST DIRECTORY – Pursuant to Chapter 471, Laws of 1993 (2SSB 5237), the charitable trusts registration program is transferred from the Attorney General's Office to the Secretary of State.
6. AGENCY TORT DEFENSE – The budget makes reductions in agency allocations for tort defense services.
7. REVENUE COLLECTION TEAM – Funds are provided to enhance existing resources in the Department of Revenue and the Department of Labor & Industries to create a revenue collection team that will increase state revenue collections.
8. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
9. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
10. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.

Office of the Attorney General

11. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
12. HEALTH CARE ANTI-TRUST SUPERVISION – Funding is provided for competitive oversight of health care providers, pursuant to the Health Care Reform Act, Chapter 492, Laws of 1993 (E2SSB 5304).
13. PSEA/DRUG FUND REALIGNMENT – The Attorney General's Criminal Litigation Unit is funded partly from the Public Safety and Education Account and partly from the general fund.
14. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
15. TRAVEL REDUCTION – Agency GF—State travel expenditures are reduced by a total of 25 percent.

Economic & Revenue Forecast Council
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	844	0	844
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	854	0	854
POLICY ITEMS			
1. TRAINING, TRAVEL, PRINTING, EQUIP	(18)	0	(18)
2. INFLATION	(15)	0	(15)
3. TRAVEL REDUCTION	<u>(6)</u>	<u>0</u>	<u>(6)</u>
TOTAL 1993-95 BIENNIUM	815	0	815

Comments:

1. TRAINING, TRAVEL, PRINTING, EQUIP – Funding is reduced for new forecasting software and for staff training and travel. In addition, subscribers will be charged for the economic and revenue forecast report.
2. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
3. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Office of Financial Management

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	20,274	13,546	33,820
1993 SUPPLEMENTAL	(1,203)	0	(1,203)
TOTAL 1991-93 BIENNIUM	19,071	13,546	32,617
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	21,776	16,769	38,545
POLICY ITEMS			
1. TASK FORCE ON REGULATORY REFORM	200	0	200
2. JUSTICE SYS. INFO. STRATEGIC PLAN	320	808	1,128
3. HEALTH CARE REFORM COST ESTIMATION	0	250	250
4. INFORMATION SERVICES REDUCTIONS	(130)	(978)	(1,108)
5. TRAVEL MANAGEMENT SAVINGS	(10)	(2)	(12)
6. INTERAGENCY BILLINGS	(110)	0	(110)
7. INFLATION	(272)	0	(272)
8. GOVERNMENT ACCOUNTABILITY - HB 1372	50	0	50
9. PSEA/DRUG FUND REALIGNMENT	292	(292)	0
10. CIVIL SERVICE INTERIM TASK FORCE	100	0	100
11. CONSOLIDATED MAIL SAVINGS	(40)	0	(40)
12. ADMINISTRATION REDUCTION	(2,391)	(1,132)	(3,523)
13. EQUIPMENT REDUCTION	(63)	0	(63)
14. TRAVEL REDUCTION	(147)	0	(147)
15. SB 5956 - GOVT ETHICS/CAMPAIGNS	85	0	85
TOTAL 1993-95 BIENNIUM	19,660	15,423	35,083

Comments:

1. TASK FORCE ON REGULATORY REFORM - One-time funding is provided for a task force to develop recommendations for minimizing regulatory impacts on small businesses.
2. JUSTICE SYS. INFO. STRATEGIC PLAN - The state general fund in this item supports two staff to coordinate the planning of a statewide justice information system. Most of the GF-Federal monies will be passed through to local governments to support their efforts in implementing the plan.
3. HEALTH CARE REFORM COST ESTIMATION - Funding is provided for two existing staff who will handle forecasting of funding requirements of the reformed health care system.
4. INFORMATION SERVICES REDUCTIONS - The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
5. TRAVEL MANAGEMENT SAVINGS - Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
6. INTERAGENCY BILLINGS - Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
7. INFLATION - The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
8. GOVERNMENT ACCOUNTABILITY - HB 1372 - Pursuant to Chapter 406, Laws of 1993 (ESHB 1372), one-time funding is provided to prepare a plan to integrate measurable agency objectives into a system of program evaluations and performance audits.
9. PSEA/DRUG FUND REALIGNMENT - Funding for county jail population data collection is shifted from the Public Safety and Education Account to the general fund.
10. CIVIL SERVICE INTERIM TASK FORCE - One-time funding is provided for staff, meeting, and report costs of an interim task force established under Chapter 281, Laws of 1993 (ESHB 2054). The task force will submit to the 1994 Legislature proposed legislation on civil service reform issues.
11. CONSOLIDATED MAIL SAVINGS - Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
12. ADMINISTRATION REDUCTION - Agency administrative staff are reduced by about 15 percent.

Office of Financial Management

13. **EQUIPMENT REDUCTION** – Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program.
14. **TRAVEL REDUCTION** – Agency GF–State travel expenditures are reduced by a total of 25 percent.
15. **SB 5956 – GOVT ETHICS/CAMPAIGNS** – The Office of Financial Management received an appropriation in Chapter 5, Laws of 1993 (SB 5956). Under this measure, a temporary Commission on Ethics in Government and Campaign Practices is established to make recommendations by December 1993 on legislation to promote public trust and confidence in government and fair campaign practices and to ensure the effective administration of public disclosure, conflict of interest, and ethics law.

For further information, see the schedule entitled "Appropriations Contained Within Other Legislation" in the Revenue Section of this document.

Governor's Vetoes:

The Governor vetoed section 125(1), which required state agencies to report to the Legislature by December 1, 1993, on the implementation of administrative reductions and other efficiencies required by the budget act.

The Governor vetoed section 125(2), which required the Office of Financial Management to develop and implement a uniform and consistent state-wide reporting system for administrative costs and staffing levels of state agencies.

Office of Administrative Hearings

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	0	12,253	12,253
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	13,968	13,968
POLICY ITEMS			
1. BPS I & II BILLINGS	0	2	2
2. OFFICE EQUIPMENT	0	16	16
3. ADJUSTMENT TO ESD WORKLOAD	0	655	655
4. TRAVEL MANAGEMENT SAVINGS	0	(2)	(2)
5. INTERAGENCY BILLINGS	0	3	3
6. CONSOLIDATED MAIL SAVINGS	0	(11)	(11)
7. ADMINISTRATION REDUCTION	0	(2,096)	(2,096)
TOTAL 1993-95 BIENNIUM	0	12,535	12,535

Comments:

1. BPS I & II BILLINGS – This item provides \$2,000 for the use of OFM's Budget Preparation System.
2. OFFICE EQUIPMENT – The agency requested \$66,000 to replace several old and outdated personal computers, printers and a copy machine. Only \$16,000 of the request is authorized as the agency has \$50,000 budgeted in their essential requirements level for equipment purchases.
3. ADJUSTMENT TO ESD WORKLOAD – Additional resources are provided to attend to the backlog. (Administrative Hearings Revolving Account)
4. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
5. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
6. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
7. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.

Department of Personnel

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	0	27,524	27,524
1993 SUPPLEMENTAL	0	22	22
TOTAL 1991-93 BIENNIUM	0	27,546	27,546
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	28,927	28,927
POLICY ITEMS			
1. ELIMINATE DUPLICATION (REFORM BILL)	0	(316)	(316)
2. CIVIL SERVICE REFORM	0	104	104
3. WASHINGTON MANAGEMENT SERVICE	0	400	400
4. BENEFITWISE STATEMENTS	0	(76)	(76)
5. COBRA SUBSIDY (CAREER TRANSITION)	0	600	600
6. CAREER/EMPLOYMENT TRANSITION	0	500	500
7. MANAGER TRAINING	0	480	480
8. HRISD PAPER COST INCREASE	0	6	6
9. STREAMLINE PERSONNEL/PAYROLL SYSTEM	0	268	268
10. ELIMINATE OFFICE TRAINEE	0	(60)	(60)
11. REDUCE WORKFORCE 2000 EFFORT	0	(53)	(53)
12. REDUCE INTERNAL TRAINING	0	(24)	(24)
13. REDUCE CLIENT RELATIONS	0	(250)	(250)
14. REDUCE CLASSIFICATION/PAY UNIT	0	(204)	(204)
15. REDUCE AGENCY ASSISTANCE UNIT	0	(108)	(108)
16. REDUCE WELLNESS PROGRAM	0	(76)	(76)
17. REDUCE RECRUITMENT SERVICES	0	(222)	(222)
18. INFORMATION SERVICES REDUCTIONS	0	150	150
19. TRAVEL MANAGEMENT SAVINGS	0	(10)	(10)
20. INTERAGENCY BILLINGS	0	(100)	(100)
21. INFLATION	0	(429)	(429)
22. ELIMINATE HYOGO PROGRAM	0	(31)	(31)
23. REDUCE EMPLOYEE DEV. AND TRAINING	0	(144)	(144)
24. CONSOLIDATED MAIL SAVINGS	0	(339)	(339)
25. ADMINISTRATION REDUCTION	0	(500)	(500)
TOTAL 1993-95 BIENNIUM	0	28,493	28,493

Comments:

1. ELIMINATE DUPLICATION (REFORM BILL) – The merger of the Higher Education Personnel Board into the Department of Personnel, as prescribed by Chapter 281, Laws of 1993 (ESHB 2054), will allow for the elimination of duplicate staffing.
2. CIVIL SERVICE REFORM – Funding and temporary staff are provided to facilitate the changes in rules and policies required under Chapter 281, Laws of 1993, (ESHB 2054).
3. WASHINGTON MANAGEMENT SERVICE – Temporary funding and staff are provided to develop and implement the Washington Management Service, a corps of state managers governed by a separate set of rules and standards than other employees. The corps was created by Chapter 281, Laws of 1993 (ESHB 2054).
4. BENEFITWISE STATEMENTS – Funding for the benefitwise program, which was started in 1991 and provides benefit information to state employees, is reduced. Continued funding is provided only for the annual employee compensation statements.
5. COBRA SUBSIDY (CAREER TRANSITION) – Permanent state employees who lose their jobs through a reduction-in-force can receive a subsidy of \$100 per month for up to 6 months toward the cost of their health benefits. Funding for eligible employees will be transferred to the Health Care Authority through interagency agreement.
6. CAREER/EMPLOYMENT TRANSITION – Temporary funding and staff are provided to assist dislocated employees with job transition and out-placement counseling.

Department of Personnel

7. **MANAGER TRAINING** – Funding is provided for Diversity Training (\$305,000), Total Quality Management (\$25,000), and Management Training (\$150,000) to carryout the provisions of Chapter 281, Laws of 1993 (ESHB 2054).
8. **HRISD PAPER COST INCREASE** – Due to allergic reactions to carbon paper forms, the department will replace them with carbonless forms.
9. **STREAMLINE PERSONNEL/PAYROLL SYSTEM** – Funding is provided for a feasibility study for the design and implementation of a new human resource information system. This study will identify the key components of the system and recommend a plan of action to improve or overhaul the existing system.
10. **ELIMINATE OFFICE TRAINEE** – Funding for an office trainee is eliminated.
11. **REDUCE WORKFORCE 2000 EFFORT** – Funding for the Workforce is eliminated since the project is winding down and final publication of its recommendations has occurred.
12. **REDUCE INTERNAL TRAINING** – Training services for department staff are reduced by 50 percent.
13. **REDUCE CLIENT RELATIONS** – A vacant position in rules administration is maintained and a management analyst position is eliminated.
14. **REDUCE CLASSIFICATION/PAY UNIT** – The department's compensation and classification division is reduced reflecting departmental operating efficiencies.
15. **REDUCE AGENCY ASSISTANCE UNIT** – The agency assistance unit is reduced by shifting responsibilities internally and by publishing agency handbooks.
16. **REDUCE WELLNESS PROGRAM** – The Washington Wellness program, which provides health and wellness advice to state employees is reduced by one-third.
17. **REDUCE RECRUITMENT SERVICES** – Funding for recruitment services which include register building and recruiting for specialized or hard to fill positions is reduced.
18. **INFORMATION SERVICES REDUCTIONS** – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
19. **TRAVEL MANAGEMENT SAVINGS** – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
20. **INTERAGENCY BILLINGS** – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
21. **INFLATION** – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
22. **ELIMINATE HYOGO PROGRAM** – Funding for a governmental executive exchange program with the Hyogo Prefecture in Japan is provided for the first fiscal year only.
23. **REDUCE EMPLOYEE DEV. AND TRAINING** – Statewide employee development and training programs are reduced by about 10 percent.
24. **CONSOLIDATED MAIL SAVINGS** – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
25. **ADMINISTRATION REDUCTION** – Agency administrative staff are reduced by about 15 percent.

Deferred Compensation Committee

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	376	2,142	2,518
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	358	2,354	2,712
POLICY ITEMS			
1. COMPUTERS/SOFTWARE, EQUIPMENT	0	66	66
2. FUNDING SWITCH FOR DEPENDENT CARE	(355)	384	29
3. INFORMATION SERVICES REDUCTIONS	0	(14)	(14)
4. TRAVEL MANAGEMENT SAVINGS	0	(2)	(2)
5. INTERAGENCY BILLINGS	0	10	10
6. INFLATION	(3)	0	(3)
7. CONSOLIDATED MAIL SAVINGS	0	(106)	(106)
TOTAL 1993-95 BIENNIUM	0	2,692	2,692

Comments:

1. COMPUTERS/SOFTWARE, EQUIPMENT – Funding is provided for additional computers for customer service representatives to enable the agency to operate more efficiently.
2. FUNDING SWITCH FOR DEPENDENT CARE – Funding for the dependent care program is switched from GF-State to charges to be paid from the savings obtained by agencies from the participation of their employees, in accordance with Chapter 34, Laws of 1993 (SHB 1527).
3. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
4. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
5. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
6. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
7. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.

State Lottery Commission

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	0	406,220	406,220
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	456,502	456,502
POLICY ITEMS			
1. INTRODUCE TWICE-WEEKLY QUINTO	0	11,508	11,508
2. ADD NEW GAME IN FISCAL YEAR 1995	0	5,553	5,553
3. INSTALL PLAYER ACTIVATED TERMINALS	0	5,940	5,940
4. ADMINISTRATIVE REDUCTIONS	0	(780)	(780)
5. TRAVEL MANAGEMENT SAVINGS	0	(26)	(26)
6. INTERAGENCY BILLINGS	0	41	41
7. INFLATION	0	(537)	(537)
8. CONSOLIDATED MAIL SAVINGS	0	(60)	(60)
TOTAL 1993-95 BIENNIUM	0	478,141	478,141

Comments:

1. INTRODUCE TWICE-WEEKLY QUINTO – Quinto, an on-line game played similar to poker, is currently drawn once per week. Current operations generate approximately \$18M to the state general fund. This item will add an additional weekly drawing, generating an additional \$4.4 million to the state general fund.
2. ADD NEW GAME IN FISCAL YEAR 1995 – Each biennium, a new game is added to refresh interest in Lottery products and to meet its targets for revenue growth. This item reflects nominal cost estimates for development of a yet to be specified game that would be introduced to the market in fiscal year 1995. State general fund revenue estimated to be derived from the new game is \$2.2 million for the biennium. The Lottery will use existing staff to develop and administer the new game.
3. INSTALL PLAYER ACTIVATED TERMINALS – Player activated terminals, similar to bank automated teller machines, will be installed at over 220 locations throughout the State. These machines will initially dispense scratch lottery tickets. On line games will be added at a later date to be determined. This enhancement is projected to generate an additional \$3.0 million to the state general fund.
4. ADMINISTRATIVE REDUCTIONS – Administrative reductions are implemented. These reductions include changing statewide training to video-conferencing (\$80k), downsizing research and training (\$280k), travel (\$50k), and headquarters administrative staff (\$370k).
5. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
6. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
7. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
8. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.

Washington State Gambling Commission
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	12,468	12,468
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	13,628	13,628
POLICY ITEMS			
1. EQUIPMENT REPLACEMENT	0	326	326
2. FINANCIAL INVEST. WORKLOAD INCREASE	0	120	120
3. ESTABLISH SPECIALIZED AUDIT UNIT	0	228	228
4. ADD SIU AGENT/KING COUNTY WORKLOAD	0	124	124
5. IMPROVE LICENSEE AND STAFF TRAINING	0	110	110
6. 10% MANAGEMENT REDUCTION	0	(240)	(240)
7. TRAVEL MANAGEMENT SAVINGS	0	(8)	(8)
8. INTERAGENCY BILLINGS	0	(25)	(25)
TOTAL 1993-95 BIENNIUM	0	14,263	14,263

Comments:

1. EQUIPMENT REPLACEMENT – Provides resources to replace 22 vehicles and various pieces of office equipment that have deteriorated due to use over time.
2. FINANCIAL INVEST. WORKLOAD INCREASE – This item provides funding for one FTE and related resources to conduct financial investigations of gaming activities.
3. ESTABLISH SPECIALIZED AUDIT UNIT – The Commission's enforcement activities are enhanced by establishing a unit specializing in detecting and prosecuting fraud and embezzlement cases. The unit will focus on violations of fiscal and gambling laws and regulations and act as a deterrent to potential violators.
4. ADD SIU AGENT/KING COUNTY WORKLOAD – The City of Seattle's decision to legalize pull tabs has significantly increased the number of gambling-related complaints received from the public and law enforcement agencies in King County. This position is provided to handle the increasing complaints and subsequent investigations.
5. IMPROVE LICENSEE AND STAFF TRAINING – This item provides resources to enhance licensee and staff training. Activities will include criminal and gambling law, video based training, and general staff training.
6. 10% MANAGEMENT REDUCTION – Management and administrative positions are reduced by 10 percent for agencies which have more than 100 FTEs.
7. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
8. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.

Washington State Commission on Hispanic Affairs
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	404	0	404
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	419	0	419
POLICY ITEMS			
1. POOL ADMINISTRATIVE SUPPORT	(32)	0	(32)
2. TRAVEL MANAGEMENT SAVINGS	(2)	0	(2)
3. INTERAGENCY BILLINGS	1	0	1
4. INFLATION	(4)	0	(4)
5. CONSOLIDATED MAIL SAVINGS	(1)	0	(1)
6. TRAVEL REDUCTION	(6)	0	(6)
TOTAL 1993-95 BIENNIUM	375	0	375

Comments:

1. POOL ADMINISTRATIVE SUPPORT – The proposed budget for each minority affairs agency has been reduced eight percent from the 1991-93 biennium appropriation level. The four agencies are encouraged to co-locate and share support staff to accommodate this reduction.
2. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
3. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
4. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
5. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
6. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Washington State Commission on African–American Affairs

(Dollars in Thousands)

	<u>GF–S</u>	<u>Other</u>	<u>Total</u>
1991–93 ESTIMATED EXPENDITURES	288	0	288
1993–95			
ESSENTIAL REQUIREMENTS LEVEL	298	0	298
POLICY ITEMS			
1. POOL ADMINISTRATIVE SUPPORT	(24)	0	(24)
2. INTERAGENCY BILLINGS	1	0	1
3. INFLATION	(2)	0	(2)
4. TRAVEL REDUCTION	(2)	0	(2)
TOTAL 1993–95 BIENNIUM	271	0	271

Comments:

1. POOL ADMINISTRATIVE SUPPORT – The proposed budget for each minority affairs agency has been reduced 8 percent from the 1991–93 biennium appropriation level. The four agencies are encouraged to co–locate and share support staff to accommodate this reduction.
2. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
3. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
4. TRAVEL REDUCTION – Agency GF–State travel expenditures are reduced by a total of 25 percent.

Personnel Appeals Board
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	888	888
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	926	926
POLICY ITEMS			
1. VACANCY REDUCTION	0	(42)	(42)
2. CASELOAD REDUCTION	0	(104)	(104)
3. CIVIL SERVICE REFORM BILL	0	506	506
4. TRAVEL MANAGEMENT SAVINGS	0	(2)	(2)
5. INTERAGENCY BILLINGS	0	2	2
6. INFLATION	0	(14)	(14)
7. CONSOLIDATED MAIL SAVINGS	0	(4)	(4)
TOTAL 1993-95 BIENNIUM	0	1,268	1,268

Comments:

1. VACANCY REDUCTION – This item eliminates 0.2 FTE which is vacant.
2. CASELOAD REDUCTION – This item reduces the Board's funding based on lower than expected appeal volume.
3. CIVIL SERVICE REFORM BILL – Funding is provided to absorb the appeals workload transferred from the Higher Education Personnel Board as well as grievance arbitrations pending before the State Personnel Board as part of the proposed civil service reform/collective bargaining bill – Chapter 281, Laws of 1993 (ESHB 2054).
4. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
5. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
6. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
7. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.

Department of Retirement Systems

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	2	29,984	29,986
<hr/>			
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	31,088	31,088
POLICY ITEMS			
1. BENEFITWISE STATEMENTS	0	(108)	(108)
2. BOWLES DECISION WORKLOAD	0	404	404
3. EARLY RETIREMENT WORKLOAD	0	382	382
4. DISBURSEMENT SYSTEM	0	1,136	1,136
5. TRS/PERS WORKLOAD INCREASE	0	328	328
6. TEN PERCENT MANAGEMENT REDUCTION	0	(250)	(250)
7. INFORMATION SERVICES REDUCTIONS	0	(542)	(542)
8. TRAVEL MANAGEMENT SAVINGS	0	(6)	(6)
9. INTERAGENCY BILLINGS	0	(26)	(26)
10. INFLATION	0	(418)	(418)
TOTAL 1993-95 BIENNIUM	0	31,988	31,988

Comments:

- | | |
|--|---|
| <ol style="list-style-type: none"> 1. BENEFITWISE STATEMENTS – Funding for the benefitwise program, which was started in 1991 and provides benefit information to state employees, is eliminated. Funding is provided in the Department of Personnel to continue the annual employee compensation statements. 2. BOWLES DECISION WORKLOAD – A recent court decision requires the department to recalculate thousands of retired local government employees' retirement benefits. Temporary funding is provided for this purpose. The court decision will also result in on-going costs of \$12,000 each biennium. 3. EARLY RETIREMENT WORKLOAD – Temporary funding is provided for the increased workload that will result from the 1993 early retirement window for PERS and TRS Plan I employees, in accordance with Chapter 519, Laws of 1993 (ESSB 5888). 4. DISBURSEMENT SYSTEM – Funding is provided for the in-house development of a single benefits disbursement system, which will consolidate the various existing systems. According to the feasibility study completed by the Department of Retirement Systems in August 1992, the project will require additional development funding in fiscal year 1996 of \$590,000. The department expects budget savings from the disbursement system to total over \$600,000 during the 1995-1997 biennium. 5. TRS/PERS WORKLOAD INCREASE – Funding and FTEs are provided to address increased workloads in calculating final retirement benefits for members of the Teachers' Retirement System and the Public Employees' Retirement System. 6. TEN PERCENT MANAGEMENT REDUCTION – The department's management positions are reduced by 10 percent or 2.5 annual FTEs. 7. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services | <p>costs will enable rates on various computer services to be reduced beginning July 1, 1993.</p> <ol style="list-style-type: none"> 8. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts. 9. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies. 10. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation. |
|--|---|

State Investment Board
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	2	6,514	6,516
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	6,255	6,255
POLICY ITEMS			
1. AUTOMATION/DATA SYSTEM SUPPORT	0	674	674
2. INCREASED BOARD ACTIVITY	0	78	78
3. OPERATIONS SUPPORT	0	110	110
4. INFORMATION SERVICES REDUCTIONS	0	(4)	(4)
5. TRAVEL MANAGEMENT SAVINGS	0	(12)	(12)
6. INTERAGENCY BILLINGS	0	(107)	(107)
7. INFLATION	0	(55)	(55)
TOTAL 1993-95 BIENNIUM	0	6,939	6,939

Comments:

1. AUTOMATION/DATA SYSTEM SUPPORT – Funding is provided for staff and maintenance support for the Statewide Investment Management System (SWIMS).
2. INCREASED BOARD ACTIVITY – Funding is provided to support an increased number of Board meetings and working committee meetings to allow the Board a more active role in the issues and decisions affecting investments and the internal operations of the Board.
3. OPERATIONS SUPPORT – Enhanced funding in the 1992 Supplemental Budget did not include monies to free professional staff from performing various clerical duties. These funds accomplish that and provide support to the Deputy Director of Operations for budgeting/accounting and office management functions.
4. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
5. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
6. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
7. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.

Department of Revenue

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	99,599	6,793	106,392
1993 SUPPLEMENTAL	432	(7)	425
TOTAL 1991-93 BIENNIUM	100,031	6,786	106,817
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	107,413	6,685	114,098
POLICY ITEMS			
1. 1993 TAX PACKAGE	2,777	0	2,777
2. REVENUE ENHANCEMENT, II	6,613	0	6,613
3. REVENUE ACCOUNT MANAGEMENT	760	0	760
4. REVENUE COLLECTION TEAM	376	0	376
5. 10% MANAGEMENT REDUCTION	(266)	0	(266)
6. REVENUE ENFORCEMENT ENHANCEMENT	10,986	0	10,986
7. SOLID WASTE TAX RESTORATION	0	90	90
8. PROGRAM REDUCTIONS	(3,000)	0	(3,000)
9. REDUCTION IN TOXICS TAX COLLECTION	0	(18)	(18)
10. INFORMATION SERVICES REDUCTIONS	(208)	0	(208)
11. TRAVEL MANAGEMENT SAVINGS	(84)	0	(84)
12. INTERAGENCY BILLINGS	300	0	300
13. INFLATION	(826)	(53)	(879)
14. CONSOLIDATED MAIL SAVINGS	(480)	0	(480)
15. EQUIPMENT REDUCTION	(271)	0	(271)
16. TRAVEL REDUCTION	(689)	0	(689)
17. ESHB 1481 - TAXATION OF SHIPS	137	0	137
TOTAL 1993-95 BIENNIUM	123,538	6,704	130,242

Comments:

1. 1993 TAX PACKAGE - Funding is provided to administer the 1993 tax package.
2. REVENUE ENHANCEMENT, II - Funding to supplement Revenue Enforcement Enhancement (item 6) will increase productivity through additional automation, increase audit and compliance coverage, increase cash flow through improved processing of appeals and settlements and more timely appraisals of new constructions. The department estimates that this item will generate \$15.3 million in new GF-State revenues in the 1993-95 biennium. In addition, funding for the log export enforcement program, which was reduced in item 8, Program Reductions, is restored.
3. REVENUE ACCOUNT MANAGEMENT - Funding is provided for the Revenue Account Management (RAM) project, which is a continuation of the overhaul to the department's information system initiated during the 1991-93 biennium with the Taxpayer Account Integration Management system. Due to improved responsiveness to changes in tax law and increased productivity and revenue collections, RAM is expected to increase GF-State revenue during the 1993-1995 biennium by \$2 million.
4. REVENUE COLLECTION TEAM - A Revenue Collection Team will be created in the Office of the Attorney General to enhance bankruptcy collections in the Department of Revenue and the Department of Labor and Industries. This item represents Revenue's share of the cost of the team. An additional \$6.8 million in GF-State revenue is expected to result from this effort in the 1993-1995 biennium.
5. 10% MANAGEMENT REDUCTION - Management is reduced by 10 percent.
6. REVENUE ENFORCEMENT ENHANCEMENT - Funding is provided to increase tax audit and enforcement activities. The department estimates this will generate an additional \$52.3 million in revenue to the GF-State during the 1993-1995 biennium.
7. SOLID WASTE TAX RESTORATION - The solid waste collection tax, which is a 1 percent tax assessed on the value of services provided by solid waste collection businesses, is collected by the Department of Revenue and deposited into the solid waste management account for programs within the Department of Ecology. The expiration of the tax was extended from July 1, 1993 to July 1, 1995 by Chapter 130, Laws of 1993 (2SSB 5288). Funding is provided for the continued collection and administration of the tax.

Department of Revenue

8. PROGRAM REDUCTIONS – This item includes programmatic reductions and efficiency savings that will not impair revenue collection.
9. REDUCTION IN TOXICS TAX COLLECTION – Revenues from the hazardous substance tax, which are deposited into the state and local toxics control accounts, are expected to decline by about 18 percent in the 1993–1995 biennium. Department of Revenue funding for the administration and collection of the hazardous substance tax is correspondingly reduced by 18 percent.
10. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
11. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
12. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
13. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
14. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
15. EQUIPMENT REDUCTION – Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program.
16. TRAVEL REDUCTION – Agency GF–State travel expenditures are reduced by a total of 25 percent.
17. ESHB 1481 – TAXATION OF SHIPS – The Department of Revenue received an appropriation in Chapter 33, Laws of 1993 (EHB 1481). Under this measure, responsibility for collection of the commercial vessel ad valorem property tax is transferred from counties to the Department of Revenue.

For further information, see the schedule entitled "Appropriations Contained Within Other Legislation" in the Revenue Section of this document.

Board of Tax Appeals

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	1,580	0	1,580
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	1,510	0	1,510
POLICY ITEMS			
1. REDUCE STAFF 18 PERCENT	(200)	0	(200)
2. REPLACE OBSOLETE COMPUTER EQUIPMENT	30	0	30
3. INCREASED LEASE COSTS	20	0	20
4. INTERAGENCY BILLINGS	1	0	1
5. INFLATION	(8)	0	(8)
6. CONSOLIDATED MAIL SAVINGS	(7)	0	(7)
7. TRAVEL REDUCTION	(6)	0	(6)
TOTAL 1993-95 BIENNIUM	1,340	0	1,340

Comments:

1. REDUCE STAFF 18 PERCENT – Staffing is reduced by 18 percent due to a static workload.
2. REPLACE OBSOLETE COMPUTER EQUIPMENT – Funding is provided to replace a six-year old computer network and terminals to improve productivity and reduce maintenance costs.
3. INCREASED LEASE COSTS – Increased lease costs for the 1993-95 biennium are funded.
4. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
5. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
6. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
7. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Municipal Research Council
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	2,386	0	2,386
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	2,944	0	2,944
TOTAL 1993-95 BIENNIUM	2,944	0	2,944

Comments:

None.

Uniform Legislation Commission

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	42	0	42
1993 SUPPLEMENTAL	4	0	4
TOTAL 1991-93 BIENNIUM	46	0	46
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	54	0	54
POLICY ITEMS			
1. TRAVEL REDUCTION	<u>(7)</u>	<u>0</u>	<u>(7)</u>
TOTAL 1993-95 BIENNIUM	47	0	47

Comments:

1. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Office of Minority & Women's Business Enterprises

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	2,264	0	2,264
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	2,269	0	2,269
POLICY ITEMS			
1. COMPUTER MAINTENANCE	40	0	40
2. ADMINISTRATIVE REDUCTIONS	(174)	0	(174)
3. SHIFT FUND BALANCE TO REVOLVG FUND	(2,106)	2,106	0
4. INFORMATION SERVICES REDUCTIONS	(2)	0	(2)
5. TRAVEL MANAGEMENT SAVINGS	(2)	0	(2)
6. INTERAGENCY BILLINGS	0	18	18
7. INFLATION	(25)	0	(25)
8. CONSOLIDATED MAIL SAVINGS	0	(15)	(15)
9. TRAVEL REDUCTION	0	(6)	(6)
TOTAL 1993-95 BIENNIUM	0	2,103	2,103

Comments:

1. COMPUTER MAINTENANCE – This item provides funding to replace 13 personal computers, enhance applications with Windows– based software, upgrade the local area network software, and expand the electronic directory lines.
2. ADMINISTRATIVE REDUCTIONS – This item achieves various administrative savings through automation, administrative reductions, and closing of the Seattle satellite office.
3. SHIFT FUND BALANCE TO REVOLVG FUND – All agency appropriations from the state general fund are shifted to the Minority and Women's Business Enterprise Revolving Fund as created in Chapter 195, Laws of 1993 (HB 1800).
4. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
5. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
6. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
7. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
8. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
9. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Department of General Administration

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	4,934	98,718	103,652
1993 SUPPLEMENTAL	740	(335)	405
TOTAL 1991-93 BIENNIUM	5,674	98,383	104,057
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	5,097	111,699	116,796
POLICY ITEMS			
1. INDIRECT COST REALLOCATION	(76)	(36)	(112)
2. TRANSFER E&AS STAFF TO CAPITAL	(1,956)	0	(1,956)
3. CAPITAL FACILITIES MAINTENANCE	0	76	76
4. CAPITAL FACILITIES AUTOMATION	0	678	678
5. INCREASE BANK REGULATION	0	682	682
6. VEHICLE REPLACEMENT ADJUSTMENT	0	(1,980)	(1,980)
7. INCREASE SHUTTLE SERVICE	0	94	94
8. RISK MANAGEMENT INFO SYSTEM UPGRADE	0	154	154
9. TRANSFER GFS TO REVOLVING FUNDS	(2,420)	2,420	0
10. CENTRAL STORES VENDOR DIRECT	0	(850)	(850)
11. REDUCED CUSTODIAL AND FACILITIES	0	(2,420)	(2,420)
12. REDUCE OFFICE OF MOTOR VEHICLE SERV	0	(424)	(424)
13. PARKING OPERATIONS FUNDING	0	0	0
14. RISK MANAGEMENT ADM SAVINGS	0	(362)	(362)
15. ELIMINATE TEFAP OVERMATCH	(78)	0	(78)
16. MAIL FUND SHIFT	0	0	0
17. INFORMATION SERVICES REDUCTIONS	(2)	(166)	(168)
18. TRAVEL MANAGEMENT SAVINGS	0	(50)	(50)
19. INTERAGENCY BILLINGS	0	8	8
20. INFLATION	(162)	(805)	(967)
21. WEST CAMPUS SECURITY	0	200	200
22. CONSOLIDATE PURCHASING OPERATIONS	0	(200)	(200)
23. ELIMINATE OFFICE SYSTEMS SUPPORT	0	(1,157)	(1,157)
24. SHIFT BANKING AND SAVINGS & LOANS	0	(6,744)	(6,744)
25. ALT FUEL VEHICLES PROCUREMENT	0	35	35
26. FULL PARTICIPATION IN CMS	0	587	587
27. CONSOLIDATED MAIL SAVINGS	0	(200)	(200)
28. ADMINISTRATION REDUCTION	0	(632)	(632)
29. EQUIPMENT REDUCTION	(10)	0	(10)
30. TRAVEL REDUCTION	0	(52)	(52)
TOTAL 1993-95 BIENNIUM	393	100,555	100,948

Comments:

1. INDIRECT COST REALLOCATION – This item provides for a technical adjustment to the agency indirect cost allocation plan. The indirect cost allocation plan distributes central service costs to agency revolving funds. This request will redistribute costs based upon changes which have occurred in the 1991-93 biennium.
2. TRANSFER E&AS STAFF TO CAPITAL – This item transfers Engineering and Architectural Services (E&AS) staff from the operating budget to the capital budget. The E&AS staff provide engineering and architectural services according to the public works statutes.
3. CAPITAL FACILITIES MAINTENANCE – This item replaces the Chlorofluorocarbons (CFC) and Halon Chlorofluorocarbons (HCFC) refrigerant products used in building air conditioning units with Environmental Protection Agency approved refrigerants. These new products will require some parts of the existing chiller to be replaced due to chemical incompatibility with synthetic materials.

Department of General Administration

4. **CAPITAL FACILITIES AUTOMATION** – Several new major computer systems which provide information management on capital facilities maintenance have come on-line in the department. This request provides staff training to operate the new systems, and replacement of obsolete hardware which will operate the new systems. The new systems have been funded in the capital budgets in the past five to six years, however, no staffing or ongoing operational costs have been provided.
5. **INCREASE BANK REGULATION** – Provides funding to address workload increases brought about by new federal regulations and anticipated growth in regulated assets which the department estimates will increase 57 percent by the end of the biennium.
6. **VEHICLE REPLACEMENT ADJUSTMENT** – This item adjusts the funding level for motor pool replacement vehicles to reflect actual new obligations through the lease/purchase program.
7. **INCREASE SHUTTLE SERVICE** – Funding is provided to increase the Capitol Shuttle service area to include the new Ecology building in the Fall of 1993 and to decrease the amount of time between vans by providing one additional van to the State Office Shuttle starting in January 1994.
8. **RISK MANAGEMENT INFO SYSTEM UPGRADE** – The Division of Risk Management is required to maintain a centralized loss history database. This database is used to identify and analyze risk exposures and administer the Tort Claim Revolving Fund and the Liability Fund. The current software cannot respond to the increasing demands of the state loss tracking and fund management functions. This item would fund replacement of the software by purchase of new commercial software.
9. **TRANSFER GFS TO REVOLVING FUNDS** – This item transfers support of administrative activities from the state general fund to the appropriated and non-appropriated revolving funds. The only state general fund remaining provides the state match required for the Temporary Emergency Food Assistance Program (TEFAP).
10. **CENTRAL STORES VENDOR DIRECT** – The operating costs in the central stores warehouse will be reduced about 12 percent as department buyers negotiate cost effective direct delivery of commodities from vendors.
11. **REDUCED CUSTODIAL AND FACILITIES** – The frequency and level of services provided by capital facilities maintenance staff is reduced.
12. **REDUCE OFFICE OF MOTOR VEHICLE SERV** – The Office of Motor Vehicle Services provides assistance and guidance to departments regarding the safe and efficient use of motor pool vehicles. Staffing levels for this office are reduced, reflecting the completion of products recommended by the Efficiency Commission. Remaining staff will continue to provide technical assistance to agencies regarding removal of underground storage tanks.
13. **PARKING OPERATIONS FUNDING** – This item transfers funding for the Office of Parking Services (OPS) from the appropriated Facilities and Services Revolving Fund to revenue generated from parking fees on state owned or leased facilities.
14. **RISK MANAGEMENT ADM SAVINGS** – This request consolidates the Risk Finance and Loss Control Sections within the Division of Risk Management and eliminates notary bond service to agencies.
15. **ELIMINATE TEFAP OVERMATCH** – Clerical support for records maintenance and reporting for the Temporary Emergency Food Assistance Program (TEFAP) is reduced. This request will not jeopardize federal matching grants.
16. **MAIL FUND SHIFT** – This item shifts funding for the Consolidated Mail system from the non-appropriated central stores account to the non-appropriated motor transport account. This shift matches the funding source to managerial and organizational responsibilities.
17. **INFORMATION SERVICES REDUCTIONS** – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
18. **TRAVEL MANAGEMENT SAVINGS** – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
19. **INTERAGENCY BILLINGS** – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
20. **INFLATION** – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
21. **WEST CAMPUS SECURITY** – Funding is provided for security patrols on the Capitol's West Campus.
22. **CONSOLIDATE PURCHASING OPERATIONS** – A savings of two FTEs and related expenses are expected by consolidating the Travel Management and Political Subdivisions programs into the Office of State Procurement.
23. **ELIMINATE OFFICE SYSTEMS SUPPORT** – The Office Systems Support Center provides computer repair and office equipment rental services to state agencies. This program has not been able to generate operating revenues sufficient to support operations. Due to these ongoing losses, the Office Systems Support Center is eliminated.
24. **SHIFT BANKING AND SAVINGS & LOANS** – Per Chapter 472, Laws of 1993 (SSB 5270), the functions and duties of the Banking and Savings and Loans divisions are consolidated into the new Department of Financial Institutions effective October 1, 1993.
25. **ALT FUEL VEHICLES PROCUREMENT** – Funding is provided for staff resources to develop a procurement program for vehicles which operate on alternative fuels.
26. **FULL PARTICIPATION IN CMS** – The department originally requested \$894,000 in the essential requirements level budget to fund an anticipated increase in the number of agencies utilizing the consolidated mail system. This request is reduced by \$307,000, reflecting a current authorized level adjustment in this program which was not approved by the Legislature.

Department of General Administration

27. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
28. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.
29. EQUIPMENT REDUCTION – Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program.
30. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Department of Information Services

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	406	185,884	186,290
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	194,240	194,240
POLICY ITEMS			
1. VIDEO CONFERENCING	0	400	400
2. WASHINGTON INFORMATION NETWORK	0	200	200
3. VIDEO TELECOMMUNICATIONS	0	186	186
4. INFORMATION SERVICES REDUCTIONS	0	(10,490)	(10,490)
5. DATA CENTER STAFF REDUCTIONS	0	(512)	(512)
6. TRAVEL MANAGEMENT SAVINGS	0	(22)	(22)
7. INTERAGENCY BILLINGS	0	2	2
8. INFLATION	0	(37)	(37)
9. CONSOLIDATED MAIL SAVINGS	0	(536)	(536)
10. ADMINISTRATION REDUCTION	0	(1,010)	(1,010)
11. FTE REDUCTION	0	(2,169)	(2,169)
TOTAL 1993-95 BIENNIUM	0	180,252	180,252

Comments:

1. VIDEO CONFERENCING – Funding is provided for a video conference center. This center will provide two way audio and video over dedicated phone lines. Funding of additional centers will depend upon the success of this initial site.
2. WASHINGTON INFORMATION NETWORK – Funding is provided to install 10 self service kiosks in different locations around the State on an 18-month pilot basis. These machines will provide convenient access to government information about state programs and services.
3. VIDEO TELECOMMUNICATIONS – In the 1990 Supplemental Budget and the 1991-93 Biennial Budget, the Legislature provided \$1.6 million to develop the Triad Video Telecommunications Project. The funding for operations, including equipment replacement is continued at \$245,000 for the 1993-95 biennium. This funding level includes an annual contribution of \$60,000 from the Community and Technical Colleges.
4. INFORMATION SERVICES REDUCTIONS – This item eliminates or reduces funding for various programs throughout the agency. These reductions range from efficiencies in operations to eliminating staff support for various services.
5. DATA CENTER STAFF REDUCTIONS – The department's data center, located in the basement of Office Building #2, provides hardware and software support to state agencies. The department has realized efficiencies in the operations of the Center through staff efficiencies and attrition. Funding for the Data Center is reduced.
6. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
7. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
8. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
9. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
10. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.
11. FTE REDUCTION – State agency non-administrative staff are reduced by about 10 percent through a gradual cutback during the biennium.

Office of Insurance Commissioner
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	10	15,996	16,006
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	16,480	16,480
POLICY ITEMS			
1. FINANCIAL REGULATION ACCREDITATION	0	726	726
2. HEALTH INSURANCE COMPLIANCE	0	722	722
3. MEDICARE INFORMATION GRANT	0	104	104
4. TRAVEL MANAGEMENT SAVINGS	0	(6)	(6)
5. INTERAGENCY BILLINGS	0	(100)	(100)
6. HEALTH CARE REFORM REGULATION	0	890	890
7. CONSOLIDATED MAIL SAVINGS	0	(26)	(26)
8. ADMINISTRATION REDUCTION	0	(480)	(480)
TOTAL 1993-95 BIENNIUM	0	18,310	18,310

Comments:

1. FINANCIAL REGULATION ACCREDITATION – Funding is provided for additional examiners, a reinsurance specialist, and a financial planning specialist as required by the National Association of Insurance Commissioners financial regulations standards.
2. HEALTH INSURANCE COMPLIANCE – Provides funding to increase reviews of health insurance contract and rate filings to determine compliance with statutory requirements.
3. MEDICARE INFORMATION GRANT – Budgets for a federal grant received by the Office of the Insurance Commissioner for Medicare information, counseling, and assistance.
4. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
5. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
6. HEALTH CARE REFORM REGULATION – Provides staffing and funding for the Insurance Commissioner to implement Health Care Reform (Chapter 492, Laws of 1993--E2SSB 5304), including rule-making, revenue collection, review of health care rates and policy forms, and a study of the feasibility of a single licensing category.
7. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
8. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.

State Board of Accountancy
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	500	676	1,176
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	1,206	1,206
POLICY ITEMS			
1. INVESTIGATIONS AND DATABASE	0	12	12
2. EQUIPMENT REPLACEMENT	0	16	16
3. INCREASE IN LEGAL SERVICES	0	12	12
4. TRAVEL MANAGEMENT SAVINGS	0	(2)	(2)
5. INTERAGENCY BILLINGS	0	8	8
6. INFLATION	0	(28)	(28)
7. CONSOLIDATED MAIL SAVINGS	0	(22)	(22)
TOTAL 1993-95 BIENNIUM	0	1,202	1,202

Comments:

1. INVESTIGATIONS AND DATABASE – Personal services contract resources are provided for staff database training, technical investigations, and disciplinary hearings.
2. EQUIPMENT REPLACEMENT – Funds are provided to replace obsolete computers, printers, file cabinets, and to upgrade software.
3. INCREASE IN LEGAL SERVICES – An additional \$12,000 in Attorney General services is provided for anticipated complaint increases.
4. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
5. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
6. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
7. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.

Death Investigation Council
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	12	12
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	14	14
TOTAL 1993-95 BIENNIUM	0	14	14

Comments:

None.

Professional Athletic Commission

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	132	0	132
<hr/>			
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	148	0	148
POLICY ITEMS			
1. CONSOLIDATION TO DEPT OF LICENSING	(149)	0	(149)
2. INTERAGENCY BILLINGS	3	0	3
3. INFLATION	(2)	0	(2)
TOTAL 1993-95 BIENNIUM	0	0	0

Comments:

1. CONSOLIDATION TO DEPT OF LICENSING – Consistent with Chapter 278, Laws of 1993 (HB 2119), the Professional Athletic Commission is eliminated and licensing responsibility is transferred to the Department of Licensing. This effort will save the GF-State a net \$91,000 in the 1993-95 biennium.

2. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.

3. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.

Washington Horse Racing Commission
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	4,992	4,992
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	4,952	4,952
POLICY ITEMS			
1. TRAVEL MANAGEMENT SAVINGS	0	(8)	(8)
2. INTERAGENCY BILLINGS	0	(3)	(3)
3. INFLATION	0	(65)	(65)
TOTAL 1993-95 BIENNIUM	0	4,876	4,876

Comments:

1. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
2. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
3. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.

Washington State Liquor Control Board

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	2	107,594	107,596
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	113,494	113,494
POLICY ITEMS			
1. REDUCTION IN WAREHOUSE COSTS	0	(430)	(430)
2. FTE REALIGNMENT	0	(1)	(1)
3. INFORMATION SERVICES REDUCTIONS	0	(2)	(2)
4. TRAVEL MANAGEMENT SAVINGS	0	(20)	(20)
5. INTERAGENCY BILLINGS	0	(314)	(314)
6. INFLATION	0	(347)	(347)
7. CONSOLIDATED MAIL SAVINGS	0	(100)	(100)
8. ADMINISTRATION REDUCTION	0	(1,049)	(1,049)
TOTAL 1993-95 BIENNIUM	0	111,231	111,231

Comments:

1. REDUCTION IN WAREHOUSE COSTS – The operating budget for the Liquor Control Board warehouse distribution center (located in south Seattle) will be reduced by 12 percent over the 1991-93 levels due to the condition of the general fund. Fifty percent of this and all other reductions will result in a windfall to the general fund transfer from the Board.
2. FTE REALIGNMENT – This item adjusts the number of Liquor Enforcement Officers and converts a data processing contract to in-house staff, resulting in a net reduction of 1.5 FTEs and a negligible decrease in Board expenses.
3. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
4. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
5. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
6. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
7. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
8. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.

Utilities & Transportation Commission

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	36	30,600	30,636
<hr/>			
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	31,642	31,642
POLICY ITEMS			
1. NATURAL GAS SAFETY	0	126	126
2. WATER COMPLIANCE REGULATION	0	100	100
3. LEASE CHANGES	0	210	210
4. TRAVEL MANAGEMENT SAVINGS	0	(12)	(12)
5. INTERAGENCY BILLINGS	0	94	94
6. INFLATION	0	(320)	(320)
7. RESTRUCTURE TRUCKING REGULATION	0	(1,913)	(1,913)
8. ADMINISTRATION REDUCTION	0	(368)	(368)
TOTAL 1993-95 BIENNIUM	0	29,559	29,559

Comments:

- | | |
|---|---|
| <p>1. NATURAL GAS SAFETY – This item provides funding for one additional FTE to conduct increased workload in gas line safety investigations.</p> <p>2. WATER COMPLIANCE REGULATION – The Commission regulates very small, privately-owned water companies. Due to changes in federal drinking water standards, the regulation of these companies has become very costly and is subsidized by other industries regulated by the Commission. This item provides funding to study the regulatory environment and to develop new methods of regulating water companies.</p> <p>3. LEASE CHANGES – This item provides \$210,000 for increased lease costs, reflecting the recommendations of a study conducted by the Department of General Administration which identified a need for 25 percent more space.</p> <p>4. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.</p> <p>5. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.</p> <p>6. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.</p> <p>7. RESTRUCTURE TRUCKING REGULATION – The federal Intermodal Surface Transportation Efficiency Act (ISTEA) of 1991 prohibits the current method the Commission uses to collect fees from interstate carriers. Carrier regulatory efforts will be focused upon intrastate trucking activity. Chapter 97, Laws of 1993 (SHB 1707) establishes a new fee structure consistent with the provisions of ISTEA. Due to the rate restructure, a reduction in the Commission’s motor carrier regulatory budget is necessary.</p> | <p>8. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.</p> |
|---|---|

Board for Volunteer Firefighters
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	384	384
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	414	414
POLICY ITEMS			
1. INTERAGENCY BILLINGS	0	1	1
2. CONSOLIDATED MAIL SAVINGS	<u>0</u>	<u>(17)</u>	<u>(17)</u>
TOTAL 1993-95 BIENNIUM	0	398	398

Comments:

1. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
2. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.

Military Department
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	9,406	8,907	18,313
1993 SUPPLEMENTAL	54	0	54
TOTAL 1991-93 BIENNIUM	9,460	8,907	18,367
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	9,436	9,172	18,608
POLICY ITEMS			
1. SURFACE WATER TAX	24	0	24
2. STAFF REDUCTIONS	(546)	(102)	(648)
3. REDUCE UTILITY EXPENDITURES	(66)	0	(66)
4. REDUCE EMPLOYER SUPPORT	(22)	0	(22)
5. REDUCE SUPPORT TO STATE GUARD	(26)	0	(26)
6. TRAVEL MANAGEMENT SAVINGS	(2)	(2)	(4)
7. INTERAGENCY BILLINGS	(18)	0	(18)
8. INFLATION	(187)	0	(187)
9. ADMINISTRATION REDUCTION	(192)	(32)	(224)
10. EQUIPMENT REDUCTION	(12)	0	(12)
11. TRAVEL REDUCTION	(24)	0	(24)
TOTAL 1993-95 BIENNIUM	8,365	9,036	17,401

Comments:

- | | |
|---|--|
| <p>1. SURFACE WATER TAX – It is anticipated that Pierce County will implement a charge for the management of surface water drainage systems based upon the relative impervious surface area. A charge is anticipated for the Military Department in the amount of \$24,000 in the 1993-95 biennium.</p> <p>2. STAFF REDUCTIONS – This item reduces several administrative as well as maintenance staff positions.</p> <p>3. REDUCE UTILITY EXPENDITURES – By locking trash dumpsters, unauthorized use of department dumpsters is eliminated, reducing trash disposal costs.</p> <p>4. REDUCE EMPLOYER SUPPORT – The Employer Support Program serves as a liaison between guard members and their employers to resolve conflicts regarding the scheduling of guard activities. This function is not critical to the daily operations of the department and remaining funding is eliminated.</p> <p>5. REDUCE SUPPORT TO STATE GUARD – The State Guard is an all volunteer force that is called out to look after facilities otherwise vacated in the event of a massive mobilization. This item eliminates remaining administrative support for this program.</p> <p>6. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.</p> <p>7. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.</p> | <p>8. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.</p> <p>9. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.</p> <p>10. EQUIPMENT REDUCTION – Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program.</p> <p>11. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.</p> |
|---|--|

Public Employment Relations Commission

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	2,209	0	2,209
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	2,324	0	2,324
POLICY ITEMS			
1. TRANSFER LABOR RELATIONS	0	291	291
2. STATE EMPLOYEE WORKLOAD	0	546	546
3. EMPLOYMENT RELATIONS ACCOUNT	(460)	1,800	1,340
4. TRAVEL MANAGEMENT SAVINGS	(4)	0	(4)
5. INTERAGENCY BILLINGS	(56)	0	(56)
6. INFLATION	(12)	0	(12)
7. CONSOLIDATED MAIL SAVINGS	(11)	0	(11)
8. TRAVEL REDUCTION	(10)	0	(10)
TOTAL 1993-95 BIENNIUM	1,771	2,637	4,408

Comments:

1. TRANSFER LABOR RELATIONS – Labor relations functions within the Department of Personnel and the Higher Education Personnel Board are transferred to the Public Employment Relations Commission as prescribed under the civil service reform measure—Chapter 281, Laws of 1993 (ESHB 2054).
2. STATE EMPLOYEE WORKLOAD – Additional staffing is provided to implement the provisions of the civil service reform measure—Chapter 281, Laws of 1993 (ESHB 2054).
3. EMPLOYMENT RELATIONS ACCOUNT – A revolving account is established effective the second year of the biennium to fund the Commission. The Commission is directed to further study this proposal during the first year of the biennium.
4. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
5. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
6. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
7. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
8. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Department of Financial Institutions

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	0	0	0
<hr/>			
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	0	0
POLICY ITEMS			
1. SHIFT BANKING AND SAVINGS & LOANS	0	6,744	6,744
2. SHIFT SECURITIES DIVISION	0	3,031	3,031
TOTAL 1993-95 BIENNIUM	0	9,775	9,775

Comments:

1. SHIFT BANKING AND SAVINGS & LOANS – Per Chapter 472, Laws of 1993 (SSB 5270), the functions and duties of the Banking and Savings & Loans divisions within the Department of General Administration and the Securities Enforcement division within the Department of Licensing are consolidated into the new Department of Financial Institutions effective October 1, 1993.
2. SHIFT SECURITIES DIVISION – Please refer to the comment above.

Human Services

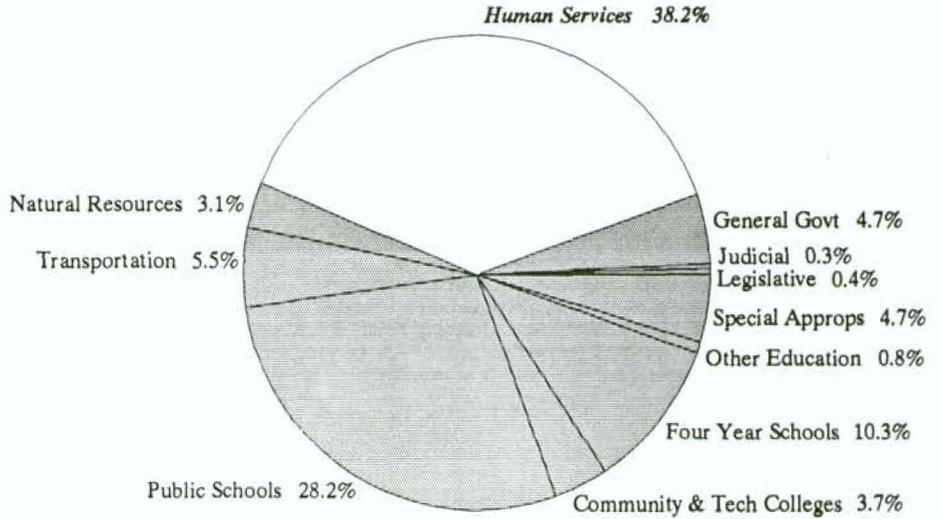
The Human Services section of the appropriations act is separated into two sections to better explain the programs included in the budget. The two sections are the Department of Social and Health Services and Other Human Services. The Department of Social and Health Services' budget is displayed by program division in order to give better visibility to the costs of particular services provided by the department. The Other Human Services section, in contrast, displays budgets at the department level, and includes the Department of Community Development, the Department of Corrections, the Department of Labor and Industries, the Employment Security Department, and each of the other human services-related agencies.

Washington State 1993-95 Operating Budget

Total Budgeted Funds

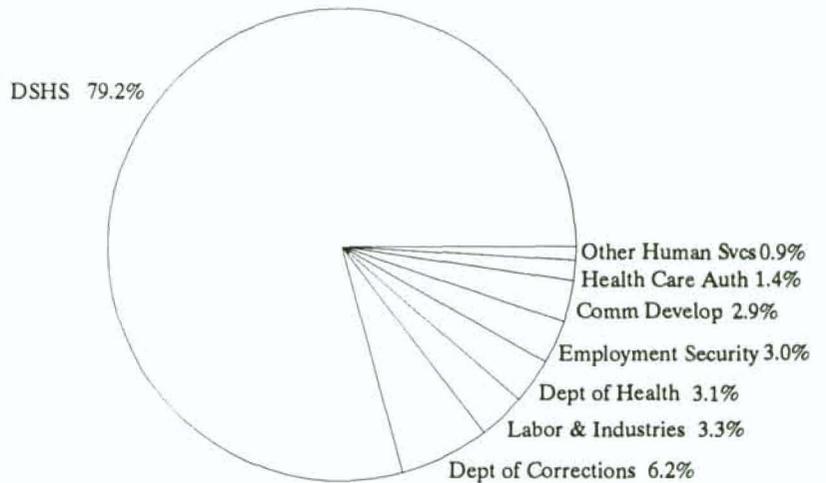
(Dollars in Thousands)

Legislative	108,635
Judicial	98,894
General Government	1,407,183
Human Services	11,397,453
Natural Resources	937,174
Transportation	1,625,958
Public Schools	8,409,691
Community & Tech Colleges	1,104,194
Four Year Schools	3,082,669
Other Education	229,052
Special Appropriations	1,404,056
Statewide Total	29,804,959



Washington State

DSHS	9,025,364
Dept of Corrections	704,511
Labor & Industries	378,674
Department of Health	352,609
Employment Security	345,326
Community Development	327,974
Health Care Authority	158,771
Other Human Services	104,224
Human Services	11,397,453

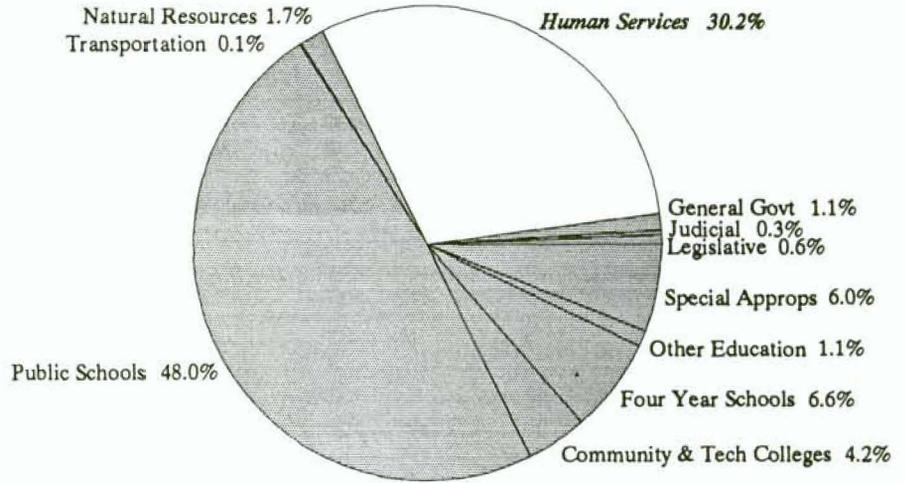


Human Services

Washington State 1993-95 Operating Budget General Fund - State

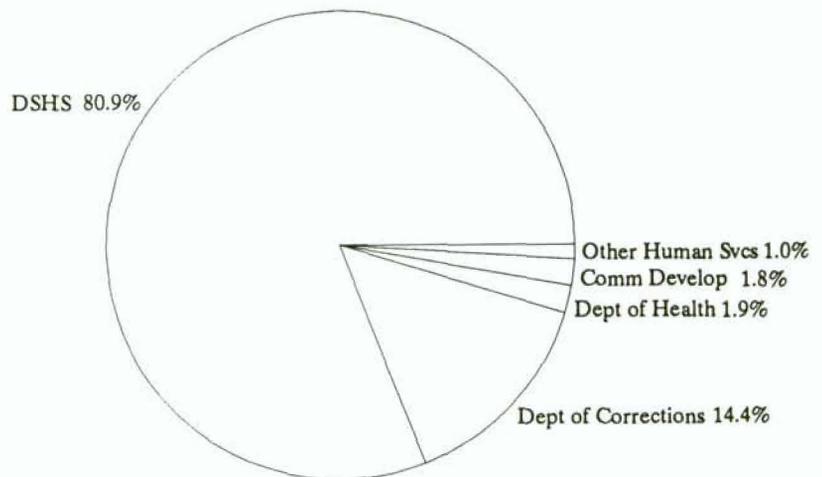
(Dollars in Thousands)

Legislative	101,545
Judicial	55,510
General Government	182,816
Human Services	4,875,185
Natural Resources	274,657
Transportation	20,759
Public Schools	7,753,641
Community & Tech Colleges	676,763
Four Year Schools	1,058,198
Other Education	175,519
Special Appropriations	962,129
Statewide Total	16,136,722



Washington State

DSHS	3,945,485
Dept of Corrections	700,639
Department of Health	92,520
Community Development	88,457
Other Human Services	48,084
Human Services	4,875,185



Human Services

Department of Social and Health Services

Administrative and Operating Efficiencies

Department-wide, agency administrative and managerial staffing is reduced by 268 FTEs, or by about 15 percent, for a general fund savings of \$12.4 million. Across-the-board reductions and efficiencies in other operating budget areas such as travel, data processing, postage, and printing and supplies are anticipated to save an additional \$13 million GF-State.

Children and Family Services

Foster care, adoption support and day care services are increased by \$10 million GF-State to meet growing numbers of children and families requiring assistance. Subsidies paid to child care providers on behalf of low-income working families and other families with special needs are increased by an average of 9.3 percent. The greatest reduction in general fund support for children's programs, \$24 million, is offset by an equal increase in federal funding for these programs. GF-State support is also reduced by requiring parents of developmentally disabled children in foster care to participate in the cost of their children's care for a state savings of \$1.4 million GF-State, and initiating dependency proceedings in some voluntary foster care placements for a general fund savings of \$1.5 million.

Juvenile Rehabilitation

A total of \$120 million GF-State is provided for the State Division of Juvenile Rehabilitation to house youth in state institutions, group homes, and community alternative placements. GF-State savings of \$4 million are assumed based on a new program which will require parents to share in the cost of residential care of juvenile offenders. In addition, general fund savings of \$5.4 million are achieved through increased utilization of federal matching funds for juvenile offenders in group home settings.

Mental Health

Children's mental health services are increased by \$10 million in state and federal funds, and funding for adult community mental health services is maintained at the current services level. Increased availability and effectiveness of community mental health services are expected to result in an approximately 75-person reduction in the average daily population at Eastern and Western State Hospitals, for savings of about \$6.7 million GF-State. The state-operated PORTAL job training and residential program on the grounds of the old Northern State Hospital will be closed by the end of 1993. The former PORTAL building will be occupied by a new, privately-operated program specializing in chemical dependency treatment for persons with mental illness, for a net state savings of \$2.5 million. Increased efforts to claim federal funds for which the state is eligible are anticipated to save the general fund approximately \$34 million.

Developmental Disabilities

To reduce administrative and operating costs, the Interlake School building will be closed, and the Interlake residents will be transferred to the five other state-operated Residential Habilitation Centers (RHCs). Space will be freed up in the other RHCs by providing new community residential, day program, case management, and other services for 123 residents of those facilities who are most ready to return to the community, for a net general fund savings of \$1.2 million. Staffing at the remaining RHCs will be reduced by about 287 FTEs over the course of the biennium.

The average cost of contracted community residential services will be reduced by 6.7 percent during the last eighteen months of the biennium, primarily by serving people in slightly larger groupings than the two- or three-person residences which have become the norm in recent years. New employment and day training programs will be phased-in over the course of the biennium for 600 students who graduate from high school special education programs in 1993 and 1994. At the same time, the per person cost of employment and day training services will be reduced by about 5 percent, primarily by making increased use of social security work incentives and federal vocational rehabilitation funding. Changes in the special tax on IMR facilities reduce budgeted developmental disabilities expenditures by \$39.3 million, but will have no effect on the level or quality of such services.

Aging and Adult Services

A total of \$984 million in state and federal funds are provided to care for an average of 17,300 persons in nursing homes. Nursing home payment rates will increase by \$132 million during the biennium, which is an average of 7.3 percent per year. A total of \$26 million in state and federal funds will be used to provide 850 new assisted living beds, 500 new intensive adult family home beds, and increased home nursing visits for people who would otherwise need to enter or remain in a nursing home. Availability of these increased services is expected to reduce the average nursing home population by 500 in the first year of the biennium, and by an additional 250 in the second year, which will save \$35.8 million in state and federal funds. The number of people receiving community care under the Medicaid personal care and COPES programs will increase by about 2,400 over the course of the biennium, at a combined cost to the state and federal governments of about \$13 million.

Income Assistance

The budget includes \$45 million GF-State to meet increased participation in the Aid to Families with Dependent Children (AFDC), General Assistance-Unemployable (GA-U), and other income assistance programs. Three services to indigent individuals are eliminated or reduced: the state's supplement to the federal Supplemental Security Income grants to disabled individuals may be reduced in future biennia due to a change in the method of calculating the supplement; the General Assistance-Unemployable Work Experience Pilot Project, which provides sheltered employment for eligible GA-U recipients is eliminated; and the Funeral Assistance Program, which provides for the burial of deceased indigent people, is also eliminated.

Alcohol and Substance Abuse

Current level GF-State funding is maintained for all drug and alcohol treatment services for indigent adults, pregnant women and youth. However, funding for treatment programs supported by the drug education and enforcement account is reduced by a total of \$4.2 million to address a revenue shortfall in that account. Also, drug prevention and intervention programs administered by various state agencies are reduced by \$3.5 million, or approximately 7 percent.

Medical Assistance

A total of \$3.4 billion in state and federal funds is provided to the Medical Assistance Administration to provide necessary medical care to 610,000 eligible persons with low incomes. GF-State savings of \$176.6 million are achieved through maximization of the intergovernmental transfer and disproportionate share hospital payment program. In addition, through Health Care Reform funding, as of July 1, 1994, all uninsured children with family incomes under 200 percent of the federal poverty level will become eligible for Medical Assistance coverage. By the end of the biennium, it is estimated that an additional 112,000 children will receive health care.

Vocational Rehabilitation

The Division of Vocational Rehabilitation will enter cooperative agreements with Mental Health Regional Support Networks and County Developmental Disabilities Programs to improve and expand employment opportunities for people served by those local agencies. A total of \$8.6 million in federal funds is set aside for implementation of these agreements, with \$1 million of this amount specifically designated for services to recent high school graduates.

Community Services Administration

Increased GF-State funding of \$8.9 million is provided to implement the Automated Client Eligibility System (ACES). \$6.3 million GF-State is conserved by providing for only half of the additional community service office staff needed to address expanding public assistance caseloads.

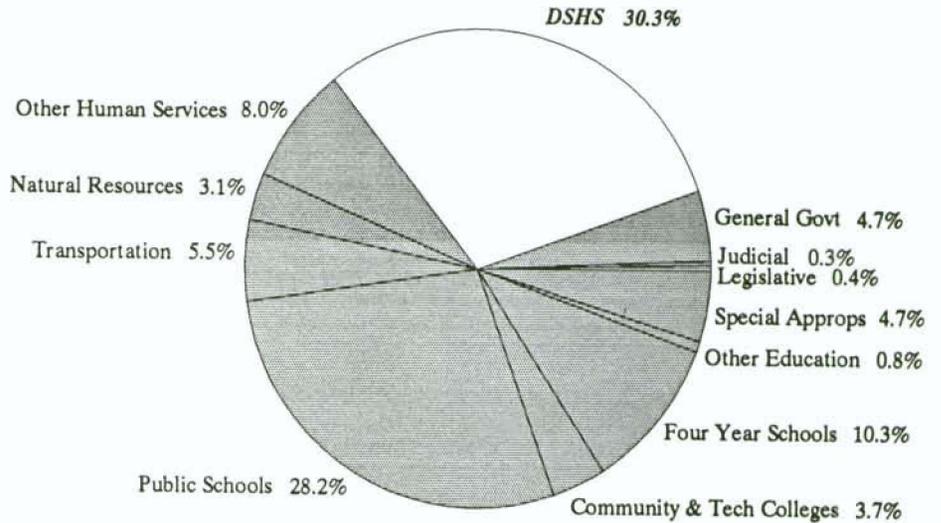
Revenue Collections

Funds are provided to meet growing child support enforcement caseloads, and to expand the state's efforts to collect support from non-custodial parents of children receiving public assistance. A total of 75 additional investigators are expected to generate \$7.6 million in new general fund revenue during the 1993-95 biennium.

Washington State 1993-95 Operating Budget Total Budgeted Funds

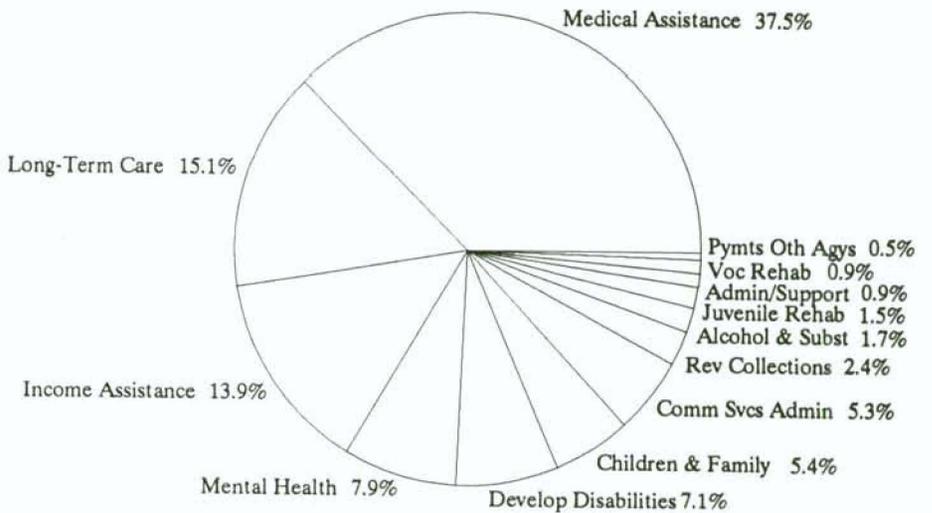
(Dollars in Thousands)

Legislative	108,635
Judicial	98,894
General Government	1,407,183
DSHS	9,025,364
Other Human Services	2,372,089
Natural Resources	937,174
Transportation	1,625,958
Public Schools	8,409,691
Community & Tech Colleges	1,104,194
Four Year Schools	3,082,669
Other Education	229,052
Special Appropriations	1,404,056
Statewide Total	29,804,959



Washington State

Medical Assistance	3,388,786
Long-Term Care	1,359,018
Income Assistance	1,253,238
Mental Health	714,073
Develop Disabilities	638,357
Children & Family	489,133
Community Svcs Admin	477,867
Revenue Collections	214,086
Alcohol & Substance	149,402
Juvenile Rehab	131,135
Admin/Supp Svcs	83,967
Vocational Rehab	83,643
Pymts to Other Agys	42,659
DSHS	9,025,364

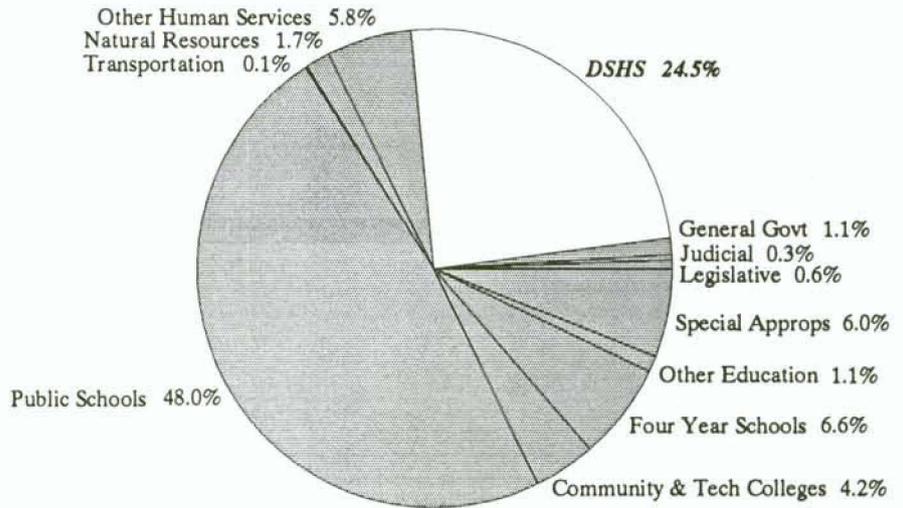


DSHS

Washington State 1993-95 Operating Budget General Fund - State

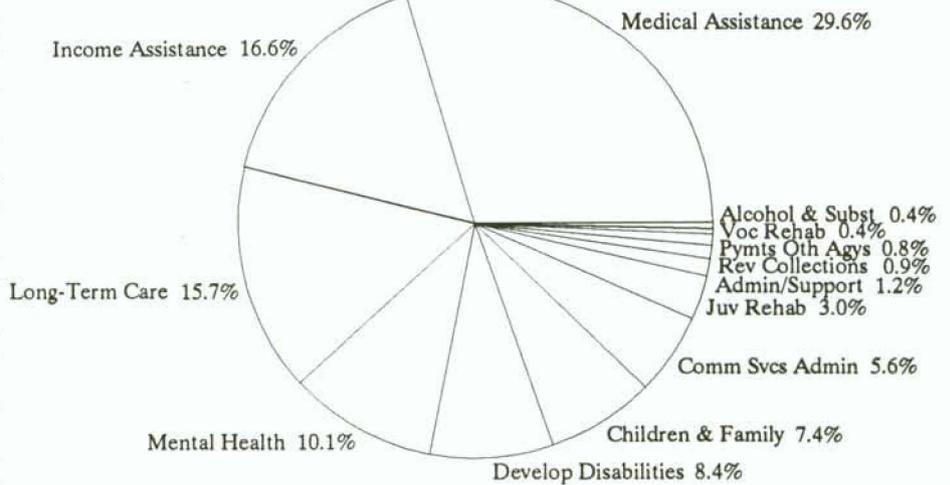
(Dollars in Thousands)

Legislative	101,545
Judicial	55,510
General Government	182,816
DSHS	3,945,485
Other Human Services	929,700
Natural Resources	274,657
Transportation	20,759
Public Schools	7,753,641
Community & Tech Colleges	676,763
Four Year Schools	1,058,198
Other Education	175,519
Special Approps	962,129
Statewide Total	16,136,722



Washington State

Medical Assistance	1,167,705
Income Assistance	653,252
Long-Term Care	618,987
Mental Health	398,605
Develop Disabilities	330,879
Children & Family	292,004
Community Svcs Admin	219,837
Juvenile Rehab	120,210
Admin/Supp Svcs	46,547
Revenue Collections	35,763
Pymts to Other Agys	30,935
Vocational Rehab	15,406
Alcohol & Substance	15,355
DSHS	3,945,485



DSHS

Department of Social and Health Services
Children & Family Services
(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	276,484	178,202	454,686
1993 SUPPLEMENTAL	(307)	7,578	7,271
TOTAL 1991-93 BIENNIUM	276,177	185,780	461,957
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	310,687	181,099	491,786
POLICY ITEMS			
1. FUND SOURCE CHANGE	5,534	0	5,534
2. INCREASED FEDERAL FUNDS	(3,596)	4,602	1,006
3. WORKLOAD	(624)	(127)	(751)
4. SOCIAL SERVICE PAYMENT SYSTEM	462	64	526
5. EMERGENCY ASSISTANCE PROGRAM	(3,502)	4,198	696
6. CHILD CARE RATE INCREASE	7,540	0	7,540
7. MEDICAID MATCH FOR REHAB SERVICES	(2,800)	2,800	0
8. BLOCK GRANT/REDUCE CHILD CARE	(1,100)	0	(1,100)
9. INCREASED FED MATCH (RMTS)	(6,000)	6,000	0
10. INCREASED SSI EARNINGS	(7,658)	1,024	(6,634)
11. CHILDRENS SERVICES OFFICE CLOSURE	(1,000)	(190)	(1,190)
12. DD FOSTER CARE PARENTAL COPAY	(1,367)	0	(1,367)
13. LIMIT VOLUNTARY PLACEMENTS	(1,500)	1,000	(500)
14. RESTRUCTURE CHILD CARE LICENSING	(250)	0	(250)
15. REDUCE CHILDRENS SPECIAL PROJECTS	(120)	0	(120)
16. INFORMATION SERVICES REDUCTIONS	(175)	(32)	(207)
17. TRAVEL MANAGEMENT SAVINGS	(78)	(50)	(128)
18. INFLATION	(466)	(94)	(560)
19. PSEA/DRUG FUND REALIGNMENT	2,276	(2,276)	0
20. BALANCE DRUG FUND	0	(276)	(276)
21. BLOCK GRANT SOCIAL SERVICES	(1,000)	0	(1,000)
22. ADMINISTRATION REDUCTION	(2,976)	(613)	(3,589)
23. TRAVEL REDUCTION	(283)	0	(283)
TOTAL 1993-95 BIENNIUM	292,004	197,129	489,133

Comments:

- FUND SOURCE CHANGE** – Provides GF-State funding to replace unearned federal funds anticipated in the 1991-93 Biennial Budget. Of the total, \$5 million was to be received through a federal Title IV-A match for therapeutic child care provided to AFDC clients. An additional \$534,000 reflects unearned Medicaid matching funds (Title XIX).
- INCREASED FEDERAL FUNDS** – The budget assumes increased federal child care block grant and social services block grant funding will replace \$3.6 million in state funds.
- WORKLOAD** – Funding has been provided in the division's essential requirements level budget to increase staffing to respond to caseload growth. Specifically, funding is provided for 10 Child Protective Services positions, four child care licensing staff, eight additional foster care positions, and 10.8 positions for Adoption Support. This item reduces the total amount of the request by one-half.
- SOCIAL SERVICE PAYMENT SYSTEM** – Provides for the replacement of the Social Services Payment System, which was originally developed in the late 1970's to reimburse social service vendors and collect data on vendor payments. The state relies on this system to distribute more than \$324 million per year and to collect data necessary to receive federal matching funds. The system current does not meet federal audit requirements, the software is antiquated, and the system environment does not conform with the state-wide computing standards.
- EMERGENCY ASSISTANCE PROGRAM** – The passage of Chapter 63, Laws of 1993 (ESB 5729) will allow the state to collect Title IV-A matching funds for state funded programs including family reconciliation services, therapeutic child care, receiving homes, crisis residential centers, and home-based services. The savings anticipated assume additional administrative costs in the 1993-95 biennium.

Department of Social and Health Services Children & Family Services

6. **CHILD CARE RATE INCREASE** – Includes 1993–95 costs for increasing child care rates to comply with Federal requirements. The federal Family Support Act, which restructured daycare subsidies for AFDC recipients, requires that the state update child care rates according to a market survey, and one of three specified rate options. This option increases child care rates up to the 75th percentile, but lids rates at the 1992 55th percentile rate for "Cluster 4", King, Snohomish, Island and Jefferson Counties. It provides an average 9.3 percent increase. While the FSA does not require the state to implement these new rates for DCFS daycare, the state has a policy of providing uniform rates for all child care subsidy programs.
7. **MEDICAID MATCH FOR REHAB SERVICES** – Federal matching funds will be claimed on state rehabilitative services provided to children and youth in foster group care. Matching funds are assumed available for: 1) counseling and therapy, 2) medical treatment and psychological testing, 3) health related services, and 4) case management, planning and intake.
8. **BLOCK GRANT/REDUCE CHILD CARE** – This department is directed to block grant non-entitlement child care subsidy programs including employment, teen parent, seasonal, and homeless child care to local community lead agencies by July 1, 1994. The division's budget is reduced by the cost of state administration of the program in the second year of the biennium.
9. **INCREASED FED MATCH (RMTS)** – Federal earnings are estimated to increase as a result of local office identification of activities that are eligible for federal match.
10. **INCREASED SSI EARNINGS** – Additional children in Foster Care would be identified as Supplemental Security Income (SSI) eligible resulting in reduced state fund support. Increased staff are provided to effect this change.
11. **CHILDRENS SERVICES OFFICE CLOSURE** – Some Children's Services local offices are to be closed and activities consolidated in larger offices.
12. **DD FOSTER CARE PARENTAL COPAY** – The Office of Support Enforcement currently collects reimbursement from families whose children receive foster care. The state's child support enforcement schedule is used to calculate the amount of support a family must pay based on the family's income. Two groups of families are exempted: 1) children from families who receive public assistance, and 2) developmentally disabled children. This proposal requires parents of developmentally disabled children receiving foster care to pay half of the amount of support indicated by the support enforcement schedule.
13. **LIMIT VOLUNTARY PLACEMENTS** – Federal matching funds are currently available for children in placement for less than 180 days. After 180 days in placement, the state must assume all costs of care. Under this proposal, voluntary out of home placements will be reviewed at 30 days and at 120 days, to determine the need for continued placement. If voluntary placements continue beyond 180 days, the state will initiate dependency proceedings. The federal government will then share in the cost for care of children in placement beyond 180 days.
14. **RESTRUCTURE CHILD CARE LICENSING** – This proposal improves the effectiveness and efficiency of child care licensing. The relicensing process is streamlined to reduce paperwork and increase parent evaluations and provider self assessment. Family day care providers pay the same license fee as other child care facilities.
15. **REDUCE CHILDRENS SPECIAL PROJECTS** – Funding for the placement of a DSHS social worker at Olympia High School is eliminated.
16. **INFORMATION SERVICES REDUCTIONS** – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
17. **TRAVEL MANAGEMENT SAVINGS** – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
18. **INFLATION** – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
19. **PSEA/DRUG FUND REALIGNMENT** – Programs currently funded from the Public Safety and Education Account will receive GF–State funding.
20. **BALANCE DRUG FUND** – All programs funded from the state drug enforcement and education account are reduced by 6.89 percent to balance the fund.
21. **BLOCK GRANT SOCIAL SERVICES** – The department is directed, in consultation with local governments and social service networks, to identify services and programs administered by the department to be included in a state social service block grant. The department shall submit a recommendation to the legislature by January 1, 1994. Savings are realized through a reduction of administrative costs in the second year of the biennium.
22. **ADMINISTRATION REDUCTION** – Agency administrative staff are reduced by about 15 percent.
23. **TRAVEL REDUCTION** – Agency GF–State travel expenditures are reduced by a total of 25 percent.

Governor's Vetoes:

The Governor vetoed section 202(7), which directed the department to reimburse child care providers at the 75th percentile of the market rate, to be phased in between December 1, 1993, and May 31, 1994.

Department of Social and Health Services

Children and Family Services

Workload History By Fiscal Year

	<u>FY88</u>	<u>FY89</u>	<u>FY90</u>	<u>FY91</u>	<u>FY92</u>	<u>Estimate</u>		
						<u>FY93</u>	<u>FY94</u>	<u>FY95</u>
Foster Care								
# Children Served	5,591	5,872	6,143	6,441	6,734	6,679	6,847	6,898
% Change from prior year		5.0%	4.6%	4.9%	4.5%	-0.8%	2.5%	3.3%
Day Care								
# Children Served	8,789	8,906	9,945	12,330	14,617	14,772	13,676	13,676
% Change from prior year		1.3%	11.7%	24.0%	18.5%	1.1%	-7.4%	-7.4%
Child Protective Services								
# Case Openings	1,779	3,331	3,644	4,301	5,819	5,625	5,695	5,939
% Change from prior year		87.2%	9.4%	18.0%	35.3%	-3.3%	1.2%	5.6%

Data Sources:

FY88 through FY92 LEAP workload data base;
FY93 through FY95 provided by DSHS Budget office.

Department of Social and Health Services
Juvenile Rehabilitation
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	117,342	4,628	121,970
1993 SUPPLEMENTAL	(310)	0	(310)
TOTAL 1991-93 BIENNIUM	117,032	4,628	121,660
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	131,554	4,340	135,894
POLICY ITEMS			
1. PARENT COPAY	(4,025)	0	(4,025)
2. NEW FEDERAL MATCHING FUNDS	(5,433)	6,795	1,362
3. INFORMATION SERVICES REDUCTIONS	(4)	0	(4)
4. TRAVEL MANAGEMENT SAVINGS	(12)	0	(12)
5. INFLATION	(459)	0	(459)
6. BALANCE DRUG FUND	0	(210)	(210)
7. ELIMINATE LEARNING CENTERS	(400)	0	(400)
8. RACIAL DISPROPORTIONALITY STUDY	100	0	100
9. ADMINISTRATION REDUCTION	(951)	0	(951)
10. FTE REDUCTION	(47)	0	(47)
11. TRAVEL REDUCTION	(113)	0	(113)
TOTAL 1993-95 BIENNIUM	120,210	10,925	131,135

Comments:

- | | |
|--|--|
| <ol style="list-style-type: none"> 1. PARENT COPAY – Parental responsibility for payment of the costs of residential care of juvenile offenders is expanded. The department will establish a uniform policy to collect fees for services provided and implement a collection process based on the parents' ability to pay in accordance with Chapter 466, Laws of 1993 (SHB 2070 Parental Responsibility). 2. NEW FEDERAL MATCHING FUNDS – Increased utilization of federal matching funds for juvenile offenders in group home settings is assumed resulting in GF-State savings. 3. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993. 4. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts. 5. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation. 6. BALANCE DRUG FUND – All programs funded from the state drug enforcement and education account are reduced by 6.9 percent to balance the fund. 7. ELIMINATE LEARNING CENTERS – Funding is eliminated for the six Learning Centers across the state. In the past, the Division of Juvenile Rehabilitation has paid for the | <ol style="list-style-type: none"> facilities, transportation, and supervision at the Learning Centers which provide alternative education programs to youth on probation or parole. It is assumed that the students will be served in existing programs in the K-12 system such as alternative high schools. 8. RACIAL DISPROPORTIONALITY STUDY – Funding is provided to implement the provisions of Chapter 415, Laws of 1993 (ESHB 1966 Racial Disproportionality). Specifically, the division is required to contract for an annual evaluation and to collect and monitor data for this study from the JUVIS system. 9. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent. 10. FTE REDUCTION – State agency non-administrative staff are reduced by about 10 percent through a gradual cutback during the biennium. 11. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent. |
|--|--|

Department of Social and Health Services

Juvenile Rehabilitation

Workload History By Fiscal Year

	<u>FY88</u>	<u>FY89</u>	<u>FY90</u>	<u>FY91</u>	<u>FY92</u>	<u>Estimate</u>		
						<u>FY93</u>	<u>FY94</u>	<u>FY95</u>
Group Homes (State and Contracted)								
Average Daily Population/Month	161	145	153	168	202	263	401	439
% Change from prior year		-9.9%	5.5%	9.8%	20.2%	30.2%	52.5%	66.9%
Institutions								
Average Daily Population/Month	540	543	588	646	683	718	564	536
% Change from prior year		0.6%	8.3%	9.9%	5.7%	5.1%	-21.4%	-25.3%

Data Sources:

*FY88 through FY92 LEAP workload data base;
FY93 through FY95 provided by DSHS Budget office.*

Department of Social and Health Services
Mental Health
(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	448,436	181,542	629,978
1993 SUPPLEMENTAL	(670)	27,451	26,781
TOTAL 1991-93 BIENNIUM	447,766	208,993	656,759
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	491,035	242,501	733,536
POLICY ITEMS			
1. LOCAL FUNDS MAXIMIZATION	(36,798)	36,798	0
2. CEP&RI ACCOUNT UTILIZATION	(3,000)	3,000	0
3. RECOVERIES (SB 5723)	(2,550)	2,550	0
4. INDUSTRIAL INSURANCE REFUND	(250)	507	257
5. WESTERN CENSUS REDUCTION	(5,392)	(322)	(5,714)
6. RSN FINAL WAVE	2,088	0	2,088
7. DECREASE LOCAL FUNDS	0	(6,360)	(6,360)
8. HOSPITAL REVENUE INITIATIVES	(22,225)	22,975	750
9. REDUCE WASHINGTON INSTITUTE	(1,850)	0	(1,850)
10. INTER-GOVERNMENTAL TRANSFERS	(5,000)	5,000	0
11. ELIMINATE ADULT WARD AT EASTERN	(2,800)	0	(2,800)
12. EASTERN WASHINGTON RISK POOL	1,500	1,200	2,700
13. EASTERN STATE CERTIFICATION	(2,344)	3,544	1,200
14. CLOSE PORTAL	(2,500)	0	(2,500)
15. REDUCE SPECIAL COMMITMENT CENTER	(960)	0	(960)
16. MENTAL HEALTH BLOCK GRANT	(560)	1,120	560
17. INFORMATION SERVICES REDUCTIONS	(22)	(8)	(30)
18. TRAVEL MANAGEMENT SAVINGS	(14)	(6)	(20)
19. INFLATION	(1,265)	(404)	(1,669)
20. COOPERATIVE FUNDING INITIATIVE	(1,814)	0	(1,814)
21. FEDERAL ADMINISTRATIVE MATCH	(4,150)	6,000	1,850
22. COMMUNITY INPATIENT MANAGEMENT	(2,000)	(2,347)	(4,347)
23. ADMINISTRATION REDUCTION	(429)	(280)	(709)
24. TRAVEL REDUCTION	(95)	0	(95)
TOTAL 1993-95 BIENNIUM	398,605	315,468	714,073

Comments:

1. LOCAL FUNDS MAXIMIZATION – Medicare and private insurance funds which in previous biennia were deposited into the treasury and then appropriated to the state mental hospitals as state general funds will instead be retained by the hospitals as a local fund. This will provide greater incentives and accountability for accurately forecasting and earning revenues from these sources.
2. CEP&RI ACCOUNT UTILIZATION – State funds are appropriated from the Charitable, Educational, Penal, and Reformatory Institutions Account to replace state general fund appropriations.
3. RECOVERIES (SB 5723) – Chapter 272, Laws of 1993 (SB 5723) prohibits insurance companies from requiring pre-authorizations in cases of involuntary commitments to state hospital care, and also authorizes DSHS to file liens to secure debts for such care. This will enable the agency to save state funds by increasing collections from private sources.
4. INDUSTRIAL INSURANCE REFUND – Authorizes Eastern State Hospital to retain half of the refund of industrial insurance premiums it has received as a result of its effective injury-prevention and return-to-work efforts. The other half of the refund will be used to offset state general fund expenditures.
5. WESTERN CENSUS REDUCTION – Western Washington Regional Support Networks will increase their efforts to reduce admissions to and lengths-of-stay in hospital acute care wards. This is expected to result in a 50 person reduction in the Western State Hospital average daily population, which will permit closure of an admissions unit, and reduce the size of two 40-person wards by 10 each.

Department of Social and Health Services Mental Health

6. RSN FINAL WAVE – Additional funding to enable the final five counties to enter the Regional Support Network system to meet their increased service responsibilities. The counties which became Regional Support Networks during the 1989–91 biennium received funding increases in both their initial and their second biennium of operation. This item provides the second such increase to the five counties which did not become RSNs until 1991–93: Grays Harbor, Lewis, Pacific, Pierce, and Wahkiakum.
7. DECREASE LOCAL FUNDS – Under new federal regulations, privately-contributed funds can no longer be used to earn federal Medicaid matching funds. This item adjusts the local fund appropriation by the estimated amount of such contributions in previous biennia.
8. HOSPITAL REVENUE INITIATIVES – Approximately \$6.4 million of additional federal revenue is expected at the state hospitals through more aggressive billing and cost reporting efforts. Additionally, increased disproportionate share payments will result in an extra \$16.6 million of federal revenues.
9. REDUCE WASHINGTON INSTITUTE – Reflects reductions at the Institute for Mental Illness at Eastern and Western State Hospitals. Approximately \$200,000 per year of state funding is maintained to continue training for hospital and community staff, and to support development of grant-funded, applied research and training efforts.
10. INTER-GOVERNMENTAL TRANSFERS – State-only funding for Involuntary Treatment Act hospitalizations will be replaced by increased Disproportionate Share Hospital Payments, financed by matching an inter-governmental transfer from the University of Washington Medical Center with federal funds.
11. ELIMINATE ADULT WARD AT EASTERN – One adult psychiatric ward will be closed, in coordination with the Eastern Washington Risk Pool funded in item 12.
12. EASTERN WASHINGTON RISK POOL – One ward at Eastern State Hospital will be closed early in the biennium through a "Risk Pool" arrangement negotiated between the Eastern Washington Regional Support Networks and the hospital. Under this arrangement, the Regional Support Networks will be able to use up to \$1.5 million of state funds which would otherwise be needed to operate the ward to instead reduce hospital population enough to close the ward.
13. EASTERN STATE CERTIFICATION – All wards at Eastern State Hospital will be certified for federal Medicare and Medicaid reimbursement, thus permitting the replacement of state with federal funds.
14. CLOSE PORTAL – The state-operated PORTAL voluntary residential treatment facility on the grounds of the old Northern State Hospital will be closed during the first six months of the 1993–95 biennium. The divisions of mental health and of alcohol and substance abuse will expand and modify the existing alcoholism treatment program on the Northern State campus to develop a new program specializing in chemical dependency treatment for people with mental illness. The new chemical dependency treatment program will be jointly designed, funded, and monitored by the two divisions.
15. REDUCE SPECIAL COMMITMENT CENTER – Staffing at the Special Commitment Center in Monroe, and reimbursement to county prosecutors and the Attorney General for investigations and legal actions under the state special commitment law, are each reduced by 20 percent from the 1993–95 essential requirements level.
16. MENTAL HEALTH BLOCK GRANT – Half of an increase in federal block grant funds will be used to offset GF-State expenditures, and the balance will be used to expand community mental health services.
17. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
18. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
19. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
20. COOPERATIVE FUNDING INITIATIVE – Mental Health Regional Support Networks (RSNs) are expected to enter cooperative agreements with the DSHS Division of Vocational Rehabilitation to expand and improve employment opportunities for people with mental illness. The RSNs and the Division of Vocational Rehabilitation will negotiate agreements under which the RSNs will provide the state funds needed to match federal funds which would otherwise be lost to the state. This is expected to result in an approximately \$1.8 million reduction in state general fund expenditures, while increasing total vocational rehabilitation expenditures on behalf of people with mental illness.
21. FEDERAL ADMINISTRATIVE MATCH – During the 1993–95 biennium, the state will collect an additional \$6 million of federal matching funds for the costs Regional Support Networks incur in the administration of community mental health services. Part of these increased earnings will be used to reduce state general fund expenditures, and \$1.85 million will be used to cover the increased costs RSNs will incur to manage the Early and Periodic Screening, Diagnosis, and Treatment program, and the new Mental Health Managed Care Waiver.
22. COMMUNITY INPATIENT MANAGEMENT – In order to assure coordinated and consolidated responsibility for community mental health services and expenditures, financial and administrative responsibility for voluntary psychiatric hospitalizations funded through Medicaid will be transferred to the Mental Health Division. Through improved utilization management and diversion to outpatient services, the community mental health system is expected to accomplish an at least 10 percent reduction in community psychiatric hospitalizations over the course of the biennium. Up to half of the resulting savings will be returned to the community system to support increased outpatient and hospital diversion services.
23. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.

**Department of Social and Health Services
Mental Health**

24. TRAVEL REDUCTION – Agency GF–State travel expenditures are reduced by a total of 25 percent.

Governor’s Vetoes:

The Governor vetoed section 204(2)(d), which directed the department to establish stop–loss reimbursement contracts to protect the mental health regional support networks from costs incurred from increased utilization of the state hospitals by clients who are eligible for services from the Division of Developmental Disabilities or the Aging and Adult Services Administration.

Department of Social and Health Services

Mental Health

Workload History By Fiscal Year

	<u>FY88</u>	<u>FY89</u>	<u>FY90</u>	<u>FY91</u>	<u>FY92</u>	<u>Estimate</u>		
						<u>FY93</u>	<u>FY94</u>	<u>FY95</u>
Institutions *								
Average Daily Population/Month	1,634	1,664	1,720	1,728	1,709	1,631	1,496	1,416
% Change from prior year		1.8%	3.4%	0.5%	-1.1%	-4.6%	-8.3%	-13.2%
County/RSN Services	NA	NA	NA	NA	NA	NA	NA	NA

NOTES:

* Includes Eastern State Hospital, Western State Hospital (WSH), WSH Program for Adaptive Living Skills (PALS), Program Offering Rehabilitation & Training in Adult Living (PORTAL), and Child Study and Treatment Center.

Data Sources:

*FY88 through FY92 LEAP workload data base;
FY93 through FY95 provided by DSHS Budget office.*

**Department of Social and Health Services
Developmental Disabilities**

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	360,180	311,072	671,252
1993 SUPPLEMENTAL	(5,134)	(8,812)	(13,946)
TOTAL 1991-93 BIENNIUM	355,046	302,260	657,306
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	389,759	330,578	720,337
POLICY ITEMS			
1. LOCAL FUNDS MAXIMIZATION	(9,143)	9,143	0
2. TARGETED CASE MANAGEMENT	(3,759)	5,167	1,408
3. SOCIAL SERVICE PAYMENT SYSTEM	56	20	76
4. IMR TAX – LOWER BASE	(3,905)	(4,584)	(8,489)
5. RHC CONVERSIONS	(6,868)	(8,058)	(14,926)
6. SINGLE SERIES AT RHCS	(534)	(627)	(1,161)
7. PART TIME POSITIONS – RHCS/SOLA	(3,481)	(4,070)	(7,551)
8. FAMILY SUPPORT CO-PAY	(1,644)	0	(1,644)
9. REDUCE EMPLOYMENT/DAY TRAINING	(3,163)	0	(3,163)
10. HIGH SCHOOL GRAD. EMPLOYMENT	2,210	0	2,210
11. REDUCE SOLA FUNDING	(1,006)	(1,140)	(2,146)
12. IMR TAX REDUCTION TO SIX PERCENT	(14,186)	(16,653)	(30,839)
13. INFORMATION SERVICES REDUCTIONS	(16)	(2)	(18)
14. TRAVEL MANAGEMENT SAVINGS	(20)	(16)	(36)
15. INFLATION	(1,081)	(884)	(1,965)
16. COOPERATIVE FUNDING INITIATIVE	(1,527)	0	(1,527)
17. RAINIER STAFF ADJUSTMENT	1,596	2,032	3,628
18. COUNTY ADMINISTRATIVE REDUCTION	(250)	0	(250)
19. RHC CONSOLIDATION	(5,920)	(6,949)	(12,869)
20. COMMUNITY SVCS FOR RHC TRANSFERS	4,689	5,208	9,897
21. FEDERAL SETTLEMENT PAYMENTS	(783)	783	0
22. RESIDENTIAL RECONFIGURATION	(6,104)	(4,420)	(10,524)
23. INCREASED WAIVER EARNINGS	(2,838)	2,838	0
24. ADMINISTRATION REDUCTION	(1,106)	(888)	(1,994)
25. TRAVEL REDUCTION	(97)	0	(97)
TOTAL 1993-95 BIENNIUM	330,879	307,478	638,357

Comments:

- | | |
|--|---|
| <p>1. LOCAL FUNDS MAXIMIZATION – Client fees which in the past have been deposited into the state general fund and then re-appropriated to the agency will instead remain with the agency and be treated as an offset to general fund expenditures. There is no change in total agency expenditures or revenues.</p> <p>2. TARGETED CASE MANAGEMENT – Federal funds will be collected to help cover the cost of case management services. Fifteen additional case managers and support staff are added to assure compliance with applicable federal program and record-keeping requirements.</p> <p>3. SOCIAL SERVICE PAYMENT SYSTEM – Represents the Division of Developmental Disabilities' share of the costs</p> | <p>necessary to begin replacement of the agency's Social Service Payment System.</p> <p>4. IMR TAX – LOWER BASE – Reductions in Intermediate Care Facility for the Mentally Retarded (IMR) operating costs, and the conversion of some IMRs to nursing homes, reduces expenditures on the special tax to which only IMR facilities are subject. There is an \$8.5 million loss of general fund revenues corresponding to this expenditure reduction</p> <p>5. RHC CONVERSIONS – Units in the DD institutions which serve people with substantial medical care needs will be certified as nursing homes, rather than as Intermediate Care Facilities for the Mentally Retarded (ICF/MRs). All beds at Yakima Valley School will be converted to nursing home</p> |
|--|---|

Department of Social and Health Services Developmental Disabilities

certification, as will 60 beds at Lakeland Village and 108 beds at Fircrest School. Additionally, the 243 remaining ICF/MR beds at Lakeland Village will operate at the same staff-to-resident ratio as Rainier School, and the 287 remaining ICF/MR beds at Fircrest will operate at a staff-to-resident ratio 10 percent higher than Rainier's (that is, at a ratio of 2.35 staff per resident).

The appropriations act instructs DSHS to report back on efforts to obtain federal approval to convert Fircrest to a group home funded under the home and community-based services waiver, but continues to fund the facility as an ICF/MR until a federal decision is reached.

6. **SINGLE SERIES AT RHCS** – The Adult Training Specialist and the Attendant Counselor job classes at the Residential Habilitation Centers will be combined into a single job class, paid at the Attendant Counselor rate.
7. **PART TIME POSITIONS – RHCS/SOLA** – Reduces the total number of staff needed in the Residential Habilitation Centers without diminishing the quality of care through a number of efficiencies such as increased use of part-time staff to cover peak workload periods, decentralizing supervisory arrangements, eliminating some less essential positions, and making increased use of contracted community employment and day training programs.
8. **FAMILY SUPPORT CO-PAY** – The amount of state-subsidized family support services which a family receives will be adjusted according to family income and support needs, on a sliding-scale basis.
9. **REDUCE EMPLOYMENT/DAY TRAINING** – Counties and contracted employment and training providers are expected to reduce costs per person served by about 8 percent during 1993–95. This can be accomplished through increased use of co-workers to provide support at the workplace, increased use of federal work incentives provisions through which workers with disabilities can set aside social security benefits to pay part of the cost of their on-the-job support, increased use of federal vocational rehabilitation funding, and reduced support needs among individuals who have adjusted and integrated into their new workplace after leaving high school or a state institution.
10. **HIGH SCHOOL GRAD. EMPLOYMENT** – Provides funds for employment and day training programs for developmentally disabled students who will graduate from high school in 1993 and 1994. At least 40 percent of the graduates are expected to be served in coordination with the Division of Vocational Rehabilitation, and maximum use is to be made of social security work incentive programs.
11. **REDUCE SOLA FUNDING** – State-Operated Living Alternatives which presently serve 2 or 3 persons per residence are expected to convert to 4 or 5 person living units beginning in January 1994. This will permit support to the same number of residents with fewer staff, and a reduction in the need to subsidize rent payments.
12. **IMR TAX REDUCTION TO SIX PERCENT** – As required by federal law, the special business and occupations tax on Intermediate Care Facilities for the Mentally Retarded (IMRs) is being lowered from 15 percent to 6 percent of gross receipts, resulting in a corresponding decrease in such facilities' reimbursable costs. There is a \$30.8 million reduction of general fund revenues corresponding to this item.
13. **INFORMATION SERVICES REDUCTIONS** – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
14. **TRAVEL MANAGEMENT SAVINGS** – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
15. **INFLATION** – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
16. **COOPERATIVE FUNDING INITIATIVE** – County developmental disabilities programs are expected to enter cooperative agreements with the DSHS Division of Vocational Rehabilitation to expand and improve employment opportunities for adults with developmental disabilities. The county DD programs and the Division of Vocational Rehabilitation will negotiate agreements under which the county DD program will provide the state or local funds needed to match federal funds which would otherwise be lost to the state. This is expected to result in an approximately \$1.5 million reduction in needed state general fund expenditures, while increasing total vocational rehabilitation expenditures on behalf of people with developmental disabilities.
17. **RAINIER STAFF ADJUSTMENT** – Fully funds the FY 93 staffing level at Rainier School, prior to other efficiency reductions.
18. **COUNTY ADMINISTRATIVE REDUCTION** – State funding for county administrative costs is reduced by 8 percent.
19. **RHC CONSOLIDATION** – Due to an aging physical plant and the capacity to serve the residents more cost effectively at other facilities, Interlake School in Medical Lake will be closed during the first 18 months of the 1993–95 biennium, and the 123 residents will be transferred to other Residential Habilitation Centers.
20. **COMMUNITY SVCS FOR RHC TRANSFERS** – New residential, employment, day program, medical, therapy, case management, and other services will be provided for persons who move from other Residential Habilitation Centers into community services as a result of the Interlake Closure. These services are expected to cost an average of \$55,000 per person moving per year. Additionally, the 1993–95 Capital Budget includes a special \$2 million appropriation to the Housing Trust Fund to create safe and affordable housing opportunities for persons moving from state institutions, as well as other people with developmental disabilities.
21. **FEDERAL SETTLEMENT PAYMENTS** – Additional federal funds will be collected as a result of actual institutional costs being higher than was anticipated at initial rate-setting, and as reimbursement for plant and equipment depreciation.
22. **RESIDENTIAL RECONFIGURATION** – Community developmental disabilities residential services costs are expected to decrease from an average of \$38,600 per person served during the 1991–93 biennium to an average of \$36,700 per person served during 1993–95. Savings will be accomplished by serving people in somewhat larger residential groupings, such as 4 or 5 persons to a home rather than 2 or 3;

Department of Social and Health Services Developmental Disabilities

by creating new low-income housing opportunities through the Housing Trust Fund in order to eliminate the need for rent subsidies; and by reducing the level of support provided to individuals who are ready to live more independently. The total number of individuals receiving community residential services shall not be reduced. Specific strategies for accomplishing cost reductions are to be planned locally during the last six months of calendar year 1993 in a cooperative effort among families, service providers, and the Division of Developmental Disabilities.

23. **INCREASED WAIVER EARNINGS** – Expansion of the Medicaid home- and community-based services waiver to include supportive living services will permit the state to collect additional federal funding. This change is expected to occur during the second year of the 1993–95 biennium.
24. **ADMINISTRATION REDUCTION** – Agency administrative staff are reduced by about 15 percent.
25. **TRAVEL REDUCTION** – Agency GF–State travel expenditures are reduced by a total of 25 percent.

Governor's Vetoes:

The Governor vetoed section 205(4)(iii), which directed the department to assess the level of support needed for each resident of a residential habilitation center to determine whether the client's needs can be addressed more cost-effectively in a community-based program instead of an institutional setting.

The Governor vetoed section 205(4)(b), (4)(b)(iii), and (4)(b)(iv), which directed the department to reduce the per capita costs of community residential services by at least 6.7 percent below the amount expended during the last quarter of the 1991–93 biennium. The vetoed provisos also required these cost reductions to be planned locally to fit local resources and individual needs and required the establishment of a working group of interested parties to plan and oversee the reductions and make recommendations to the Governor on the organization of the developmental disabilities system.

Department of Social and Health Services

Developmental Disabilities

Workload History By Fiscal Year

	FY88	FY89	FY90	FY91	FY92	Estimate		
						FY93	FY94	FY95
Institutions								
Month End Population	1,798	1,795	1,758	1,616	1,534	1,478	1,433	1,359
% Change from prior year		-0.2%	-2.1%	-8.1%	-5.1%	-3.7%	-3.0%	-8.1%
Community Residential Programs *								
Month End Contracted Beds	2,798	2,768	2,848	3,112	3,187	3,283	3,343	3,416
% Change from prior year		-1.1%	2.9%	9.3%	2.4%	3.0%	1.8%	4.1%
Employment and Day Programs								
# in County Programs	5,405	5,751	6,064	6,528	6,133	6,513	6,951	7,344
% Change from prior year		6.4%	5.4%	7.7%	-6.1%	6.2%	6.7%	12.8%
Family Support **								
# Clients Served	883	933	1,043	1,347	1,486	1,682	1,814	1,946
% Change from prior year		5.7%	11.8%	29.1%	10.3%	13.2%	7.8%	15.7%

NOTES:

* Includes Alternate Living (clients served), Group Homes, IMRs, Tenant Support (clients served), and SOLA (FY91-95).

** Includes Children's Personal Care (FY91-FY95).

Data Sources:

FY88 through FY92 LEAP workload data base;

FY93 through FY95, SOLA, and Children's Personal Care data provided by DSHS Budget office.

Department of Social and Health Services
Long–Term Care Services
(Dollars in Thousands)

	GF–S	Other	Total
1991–93 ESTIMATED EXPENDITURES	539,258	635,553	1,174,811
1993 SUPPLEMENTAL	(8,978)	(22,172)	(31,150)
TOTAL 1991–93 BIENNIUM	530,280	613,381	1,143,661
1993–95			
ESSENTIAL REQUIREMENTS LEVEL	644,425	748,498	1,392,923
POLICY ITEMS			
1. LOCAL FUNDS MAXIMIZATION	(2,004)	2,004	0
2. COMMUNITY PROGRAM EXPANSION	8,844	11,193	20,037
3. DECREASED NH UTILIZATION	(16,372)	(19,462)	(35,834)
4. SOCIAL SERVICE PAYMENT SYSTEM	52	44	96
5. VETERANS BENEFITS ENHANCEMENT	(1,472)	(1,942)	(3,414)
6. REIMBURSEMENT METHODOLOGY REVISION	(7,951)	(9,725)	(17,676)
7. SSBG INCREASE/TRANSFER	(3,650)	3,650	0
8. CHORE SERVICES FEDERAL FUNDING	(2,794)	3,912	1,118
9. NURSING HOME INFORMATION SYSTEM	(518)	(612)	(1,130)
10. INFORMATION SERVICES REDUCTIONS	(8)	0	(8)
11. TRAVEL MANAGEMENT SAVINGS	(20)	(24)	(44)
12. INFLATION	(252)	(200)	(452)
13. ASSISTED LIVING EXPANSION	2,899	3,403	6,302
14. DISCONTINUE HOUSEWORK CHORE	(1,150)	0	(1,150)
15. AAA ADMIN REDUCTION	(196)	0	(196)
16. ADMINISTRATION REDUCTION	(756)	(708)	(1,464)
17. TRAVEL REDUCTION	(90)	0	(90)
TOTAL 1993–95 BIENNIUM	618,987	740,031	1,359,018

Comments:

1. LOCAL FUNDS MAXIMIZATION – Nursing home survey fees which were previously deposited into the state general fund and then re–appropriated to the agency will instead be retained by the agency and treated as an offset to GF–State expenditures. This represents no change in the total state funds available to the agency.
2. COMMUNITY PROGRAM EXPANSION – Funds a broad range of additional community services in order to provide alternatives for 750 persons who would otherwise require nursing home care. These new services will include 500 new, more heavily–staffed adult family home beds; 250 new assisted living beds; and increased home nursing visits.
3. DECREASED NH UTILIZATION – The average daily number of Medicaid recipients residing in nursing homes will be reduced by 750 (about 4 percent) over the course of the biennium through development of the new community alternatives funded in item 2.
4. SOCIAL SERVICE PAYMENT SYSTEM – Represents the Long–Term Care Program’s share of costs to replace the DSHS Social Service Payment System (SSPS).
5. VETERANS BENEFITS ENHANCEMENT – Increases nursing home residents’ contributions toward their cost of care through better identification and utilization of veteran’s benefits for which they are eligible.
6. REIMBURSEMENT METHODOLOGY REVISION – Revises the current system for calculating nursing home payment rates to (1) shift funds from administration and property reimbursement into nursing care; (2) provide greater incentives for cost control; and (3) provide greater predictability of yearly changes in nursing home rates for both the industry and the state. With these revisions, nursing home rates are expected to increase an average of 8.7 percent in the first year of the 1993–95 biennium, and an average of an additional 5.8 percent in the second year.
7. SSBG INCREASE/TRANSFER – An increase in the Social Services Block Grant permits replacement of state funds budgeted for the Chore Services program. There is no change in the total funds available for this service.
8. CHORE SERVICES FEDERAL FUNDING – Medicaid–eligible individuals presently served through the 100 percent state–funded Chore services program will be served through the state/federal Medicaid Personal Care program, and

Department of Social and Health Services Long-Term Care Services

still receive paid services from a relative caregiver. This item replaces state with federal funding by assuming that eligible Chore recipients will be transferred to the Personal Care program on a phased-in basis during the first five months of the 1993–95 biennium.

9. **NURSING HOME INFORMATION SYSTEM** – An upgrade of the computer system used for nursing home rate-setting will result in savings through improved cost analysis.
10. **INFORMATION SERVICES REDUCTIONS** – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
11. **TRAVEL MANAGEMENT SAVINGS** – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
12. **INFLATION** – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
13. **ASSISTED LIVING EXPANSION** – Provides for expansion of the assisted living program at the rate of 25 additional persons each month throughout the 1993–95 biennium, for a total expansion of 600 additional units. These community alternatives are in addition to the 750 funded under the nursing home diversion and relocation initiative (items 2 and 3). The legislative expectation is that they shall be funded under the COPES Medicaid waiver, rather than as part of the Personal Care entitlement.
14. **DISCONTINUE HOUSEWORK CHORE** – An estimated 430 individuals who receive Chore services assistance with household tasks, but who have no other personal care needs, will be transferred to the Volunteer Chore program over the first year of the 1993–95 biennium. The Volunteer Chore Program will receive a 10 percent (\$200,000) increase to assure that assistance is available to these individuals for essential tasks.
15. **AAA ADMIN REDUCTION** – Directs the Area Agencies on Aging to make a 5.9 percent reduction in their administrative operating costs, proportional to those being made in the Aging and Adult Services Administration's headquarters operations.
16. **ADMINISTRATION REDUCTION** – Agency administrative staff are reduced by about 15 percent.
17. **TRAVEL REDUCTION** – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Department of Social and Health Services

Long Term Care

Workload History By Fiscal Year

	<u>FY88</u>	<u>FY89</u>	<u>FY90</u>	<u>FY91</u>	<u>FY92</u>	<u>Estimate</u>		
						<u>FY93</u>	<u>FY94</u>	<u>FY95</u>
Nursing Homes *								
# FTE Clients	16,576	16,694	16,937	17,190	17,342	17,607	17,303	17,271
% Change from prior year		0.7%	1.5%	1.5%	0.9%	1.5%	-1.7%	-1.9%
Community Care **								
# Clients Served	17,287	17,763	18,754	19,959	21,081	21,983	22,868	22,868
% Change from prior year		2.8%	5.6%	6.4%	5.6%	4.3%	4.0%	4.0%

NOTES:

* Workloads for Nursing Homes are based on Month of Service.

** Includes Chore Services, COPES, Adult Residential, and Personal Care (FY90-95).

Data Sources:

FY88 through FY91 LEAP workload data base;
FY92 through FY95 provided by DSHS Budget office.

Department of Social and Health Services
Income Assistance Grants
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	619,160	685,132	1,304,292
1993 SUPPLEMENTAL	(25,795)	33,839	8,044
TOTAL 1991-93 BIENNIUM	593,365	718,971	1,312,336
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	662,353	621,803	1,284,156
POLICY ITEMS			
1. LID SSI STATE SUPPLEMENT	(5,875)	0	(5,875)
2. AFDC GUARDIAN ELIGIBILITY	(16)	(6)	(22)
3. AFDC INCENTIVES TRANSFER	19,276	(19,276)	0
4. SUPPORT ENFORCEMENT UPDATE	(10,251)	(10,373)	(20,624)
5. ELIMINATE FUNERAL ASSISTANCE	(6,062)	(276)	(6,338)
6. EXTEND FAMILY PLANNING SERVICES	(771)	(912)	(1,683)
7. FIP BUDGET NEUTRALITY	(6,458)	6,458	0
8. CHILD CARE RATE INCREASE	2,056	2,568	4,624
9. GA-U PILOT PROJECT	(1,000)	0	(1,000)
TOTAL 1993-95 BIENNIUM	653,252	599,986	1,253,238

Comments:

1. LID SSI STATE SUPPLEMENT – The state currently supplements the federal Supplemental Security Income (SSI) payments to aged, blind and disabled state residents of \$434 per month by either \$7.55 or \$28 depending on where the person lives in the state. Under this proposal, the state's expenditure in each fiscal year of the 1993-95 biennium is lidded at the level of expenditure that was made in calendar year 1992. As caseloads increase over time, the state supplemental payment to individual SSI recipients will decline.
2. AFDC GUARDIAN ELIGIBILITY – Eliminates funding for two AFDC cases as per HB 1205, which clarifies the state's position that families composed of children living with a legal guardian who is not a relative are not eligible for income assistance. The state's current statute, which has been interpreted to require that income assistance be provided to children with legal guardians, is out of compliance with federal law.
3. AFDC INCENTIVES TRANSFER – This accounting adjustment allows the Revenue Collections Division to retain federal AFDC incentive payments. The incentives previously have offset expenditures in the Income Assistance Division budget.
4. SUPPORT ENFORCEMENT UPDATE – These Office of Support Enforcement collection savings are generated from the addition of investigation staff to the Division of Revenue Collections during the 1991-93 biennium. The budget assumes that 25 FTEs will be hired during each of the last three months of the current biennium.
5. ELIMINATE FUNERAL ASSISTANCE – State statute authorizes DSHS to pay expenses for funeral/memorial services and cremation/burial services for persons who die without sufficient assets to pay for these services. Effective July 1, 1993, DSHS will no longer authorize payment for these services. Savings associated with the elimination of this program are shown in both the DSHS Income Assistance and Community Services Administration budgets.
6. EXTEND FAMILY PLANNING SERVICES – This item reflects savings anticipated in the Aid to Families with Dependent Children caseload budget resulting from an extension of family planning services provided to low-income women through health clinics from three to six months.
7. FIP BUDGET NEUTRALITY – Reflects the final calculation of savings generated by the Federal Family Independence Program budget neutrality agreement.
8. CHILD CARE RATE INCREASE – Includes 1993-95 costs for increasing child care rates to comply with Federal requirements. The federal Family Support Act, which restructured daycare subsidies for AFDC recipients, requires that the state update child care rates according to a market survey, and one of three specified rate options. This option increases child care rates up to the 75th percentile, but lids rates at the 1992 55th percentile rate for "Cluster 4", King, Snohomish, Island and Jefferson Counties. It provides an average 9.3 percent increase.
9. GA-U PILOT PROJECT – Eliminates the General Assistance-Unemployable Work Experience Pilot Project, funded for the first time in the 1992 supplemental budget. The program requires certain GA-U recipients to participate in sheltered employment.

Department of Social and Health Services Income Assistance Grants

Governor's Vetoes:

The Governor vetoed section 207(2), which prohibited the department from making state supplementary payments for the Supplementary Security Income program in amounts greater than the minimum amount required by federal law.

The Governor vetoed section 207(3), which provided that \$600,000 of the general fund appropriation could be used only to implement section 3 of ESHB 1197. That section eliminated the "100-hour work rule" under which a two-parent family is ineligible for assistance if one parent works in excess of 100 hours per month.

Department of Social and Health Services

Income Assistance

Workload History By Fiscal Year

	<u>FY88</u>	<u>FY89</u>	<u>FY90</u>	<u>FY91</u>	<u>FY92</u>	<u>Estimate</u>		
						<u>FY93</u>	<u>FY94</u>	<u>FY95</u>
SSI State Supplement								
# Cases Received	47,748	49,712	52,457	56,818	62,532	69,042	76,253	83,279
% Change from prior year		4.1%	5.5%	8.3%	10.1%	10.4%	10.4%	20.6%
General Assistance – Unemployable								
# Cases Served	14,057	12,927	13,651	13,993	15,251	15,542	16,132	17,008
% Change from prior year		-8.0%	5.6%	2.5%	9.0%	1.9%	3.8%	9.4%
General Assistance – Pregnant Women								
# Cases Served	1,252	1,439	1,607	1,847	1,955	1,851	1,900	1,900
% Change from prior year		14.9%	11.7%	14.9%	5.8%	-5.3%	2.6%	2.6%
AFDC – Employable								
# Cases Served	7,031	7,611	8,309	10,070	13,784	15,709	17,218	18,011
% Change from prior year		8.2%	9.2%	21.2%	36.9%	14.0%	9.6%	14.7%
AFDC – Regular								
# Cases Served	68,298	69,780	72,098	75,880	81,189	84,337	87,201	88,851
% Change from prior year		2.2%	3.3%	5.2%	7.0%	3.9%	3.4%	5.4%

Data Sources:

FY88 through FY92 LEAP workload data base;
FY93 through FY95 provided by DSHS Budget office.

**Department of Social and Health Services
Alcohol & Substance Abuse**

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	41,780	82,826	124,606
1993 SUPPLEMENTAL	(1,357)	3,161	1,804
TOTAL 1991-93 BIENNIUM	40,423	85,987	126,410
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	47,563	93,481	141,044
POLICY ITEMS			
1. TRANS PREVENTION GRANTS FROM OSPI	0	9,544	9,544
2. SOCIAL SERVICE PAYMENT SYSTEM	50	0	50
3. ADMINISTRATIVE REDUCTION	(1,098)	(74)	(1,172)
4. PREGNANT WOMEN/WOMEN SERVICES	0	4,310	4,310
5. INFORMATION SERVICES REDUCTIONS	(18)	0	(18)
6. TRAVEL MANAGEMENT SAVINGS	(4)	(8)	(12)
7. INFLATION	(70)	0	(70)
8. PSEA/DRUG FUND REALIGNMENT	(29,852)	29,852	0
9. BALANCE DRUG FUND	0	(4,240)	(4,240)
10. REDUCE DRUG PREVENTION	(1,182)	1,182	0
11. TRAVEL REDUCTION	(34)	0	(34)
TOTAL 1993-95 BIENNIUM	15,355	134,047	149,402

Comments:

1. TRANS PREVENTION GRANTS FROM OSPI – A total of \$10.3 million was provided in the Omnibus Substance Abuse Act of 1989 to the Office of Superintendent of Public Instruction (OSPI) for grants to local school districts and/or consortia projects to establish, expand, or enhance drug and alcohol early intervention programs. Funding for the grants is reduced and transferred to the Division of Alcohol and Substance Abuse budget to supplant \$6 million of the \$10.3 million Omnibus Drug Bill account funds with federal ADMHA block grant funds to address a revenue shortfall in that account.
2. SOCIAL SERVICE PAYMENT SYSTEM – Provides for the replacement of the Social Services Payment System, which was originally developed in the late 1970's to reimburse social service vendors and collect data on vendor payments. The state relies on this system to distribute more than \$324 million per year and to collect data necessary to receive federal matching funds. The system currently does not meet federal audit requirements, the software is antiquated, and the system environment does not conform with the state-wide computing standard.
3. ADMINISTRATIVE REDUCTION – This item represents a 15 percent reduction to administrative staff.
4. PREGNANT WOMEN/WOMEN SERVICES – These federal funds are provided for increased outreach, treatment and wraparound services for pregnant and parenting women, and HIV/AIDS early intervention services as required under federal law. (PL 102-321)
5. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
6. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
7. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
8. PSEA/DRUG FUND REALIGNMENT – Programs currently funded from the Public Safety and Education Account will receive GF-State funding.
9. BALANCE DRUG FUND – Programs funded from the drug enforcement and education account are reduced by 6.9 percent.
10. REDUCE DRUG PREVENTION – Provides \$1.2 million from the Drug Education and Enforcement Assistance Account to replace the same amount of state general fund support.
11. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Department of Social and Health Services

Alcohol and Substance Abuse

Workload History By Fiscal Year

	FY88	FY89	FY90	FY91	FY92	Estimate		
						FY93	FY94	FY95
ADATSA – Outpatient Treatment *								
# Cases	NA	NA	610	844	797	771	911	911
% Change from prior year		NA	NA	38.4%	-5.6%	-3.3%	18.2%	18.2%
ADATSA – Shelter Services								
# Cases	427	1,587	414	55	24	16	42	42
% Change from prior year		271.7%	-73.9%	-86.7%	-56.4%	-33.3%	162.5%	162.5%
ADATSA – Assessment								
# Assessments	1,317	1,277	1,164	1,289	1,133	1,141	1,156	1,156
% Change from prior year		-3.0%	-8.8%	10.7%	-12.1%	0.7%	1.3%	1.3%
Inpatient Treatment (Adults & Youths) *								
# Cases	NA	NA	580	571	551	508	775	775
% Change from prior year		NA	NA	-1.6%	-3.5%	-7.8%	52.6%	52.6%

NOTES:

* Data for Outpatient Treatment and Inpatient Treatment cases is unavailable prior to FY 90.

Data Sources:

FY88 through FY92 LEAP workload data base;
FY93 through FY95 provided by DSHS Budget office.

Department of Social and Health Services Medical Assistance Payments

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	1,053,950	1,317,017	2,370,967
1993 SUPPLEMENTAL	(753)	62,329	61,576
TOTAL 1991-93 BIENNIUM	1,053,197	1,379,346	2,432,543
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	1,380,087	1,551,185	2,931,272
POLICY ITEMS			
1. INCREASE DRUG UTILIZATION REVIEW	(248)	(294)	(542)
2. INCREASE THIRD PARTY LIABILITY	(8,268)	(9,706)	(17,974)
3. HIV INSURANCE CONTINUATION	(592)	(5,334)	(5,926)
4. NON-MEDICAID MATERNITY	2,340	6,612	8,952
5. WORKLOAD	(760)	(1,277)	(2,037)
6. MEDICALLY NEEDY UNINSURED	(4,800)	(5,412)	(10,212)
7. TRANSFER KIDNEY PROGRAM	3,128	0	3,128
8. OUTPATIENT OCCUPATIONAL THERAPY	(86)	(100)	(186)
9. INCREASED FINANCIAL RECOVERY	(2,002)	(2,448)	(4,450)
10. ADDITIONAL SLIAG FUNDS	(2,000)	2,000	0
11. REVISED LID/INTERGOVERNMENTAL TRANS	(88,951)	272,951	184,000
12. INTER-GOVERNMENTAL TRANSFERS	(42,942)	181,200	138,258
13. REFINANCE MEDICALLY INDIGENT	0	153,288	153,288
14. EXTEND FAMILY PLANNING SERVICES	198	(2,498)	(2,300)
15. ELIMINATE MEDICALLY INDIGENT	(44,714)	(26,138)	(70,852)
16. TITLE XIX FOR K-12 SERVICES	0	15,518	15,518
17. HEALTH BENEFITS COORDINATION	(6,792)	(8,046)	(14,838)
18. INFORMATION SERVICES REDUCTIONS	(2)	(36)	(38)
19. TRAVEL MANAGEMENT SAVINGS	(4)	(6)	(10)
20. INFLATION	(355)	(355)	(710)
21. MEDICAID WAIVER COSTS	0	1,430	1,430
22. HOSPITAL FUND SHIFT	(2,200)	2,200	0
23. HEALTH REFORM ACCESS EXPANSION	0	111,644	111,644
24. MANAGED CARE PROGRAM SAVINGS	(3,432)	(4,068)	(7,500)
25. 5% DRUG MANUFACTURER DISCOUNT	(4,500)	(5,074)	(9,574)
26. \$1 COPAYMENT MEDICAID SERVICES	(4,000)	(4,000)	(8,000)
27. ADMINISTRATION REDUCTION	(1,383)	(2,155)	(3,538)
28. TRAVEL REDUCTION	(17)	0	(17)
TOTAL 1993-95 BIENNIUM	1,167,705	2,221,081	3,388,786

Comments:

1. INCREASE DRUG UTILIZATION REVIEW – Federal law requires utilization review of Medicaid drugs to ensure that prescriptions result in safe and effective use of prescription drugs. Savings result from drug utilization reduction due to increased review of Medicaid prescription drug use.
2. INCREASE THIRD PARTY LIABILITY – The Office of Provider Services operates a medical recovery program which determines legal liability of third-parties to pay for Medicaid services. Historically, the rate of return has been around \$28 collected for each dollar spent in this program. This item would expand the program by 10 FTEs potentially recovering \$8 million GF-State. In addition, this item would permit Medical Assistance to utilize private collection agents and to reimburse them on a contingency basis based upon their collection efforts.
3. HIV INSURANCE CONTINUATION – Funding is provided for the Northwest Aids Foundation to fund payment of insurance premiums for persons with HIV who are in danger of losing their insurance coverage and who are not eligible for Medicaid. Medicaid costs are avoided by continuation of insurance coverage rather than the individual exhausting remaining resources on health care expenditures until becoming eligible for Medical Assistance.

Department of Social and Health Services Medical Assistance Payments

4. **NON-MEDICAID MATERNITY** – The non-Medicaid maternity program for undocumented alien pregnant women is transferred to Medical Assistance Administration within DSHS from the Department of Health. This transfer allows the state to receive federal matching funds and provide expanded services to twice as many low income pregnant undocumented alien women. Increased state funding to expand the program statewide and to expand the scope of care is funded out of the Health Services Account.
5. **WORKLOAD** – The essential requirements level workload increase for claims processing staff is eliminated.
6. **MEDICALLY NEEDY UNINSURED** – Savings are assumed in the AFDC portion of the medically needy program as a result of access expansions under health reform.
7. **TRANSFER KIDNEY PROGRAM** – The kidney dialysis program for low income individuals not eligible for Medicaid, which has been previously funded through the Department of Health, is transferred to Medical Assistance. This program transfer will allow DSHS to better coordinate the delivery of these state-funded services with Medicaid-financed services.
8. **OUTPATIENT OCCUPATIONAL THERAPY** – Occupational therapy will be provided on an outpatient basis for non-homebound individuals rather than the more expensive home health services.
9. **INCREASED FINANCIAL RECOVERY** – Recoveries are increased with implementation of Chapter 272, Laws of 1993 (SB 5723), through the removal of the exclusion and limitations for recovery from the entire estate after the death of Medicaid recipients over age 65.
10. **ADDITIONAL SLIAG FUNDS** – Additional State Legalization Immigration Assistance Grant (SLIAG) funding is anticipated from the federal government.
11. **REVISED LID/INTERGOVERNMENTAL TRANS** – The intergovernmental transfer and disproportionate share hospital payment program is maximized, resulting in savings to the general fund of \$88.8 million.
12. **INTER-GOVERNMENTAL TRANSFERS** – Refinances the General Assistance-Unemployable (GAU) and the Involuntary Treatment Act programs by leveraging federal funding gained through intergovernmental transfers.
13. **REFINANCE MEDICALLY INDIGENT** – Refinances the Medically Indigent program by leveraging federal funds through intergovernmental transfers from Harborview and the UW Medical Centers. GF-State funding for the Medically Indigent program is eliminated in item 15.
14. **EXTEND FAMILY PLANNING SERVICES** – Through the implementation of Chapter 407, Laws of 1993 (ESHB 1408), family planning services are extended to provide 12 months of coverage after a pregnancy covered by First Steps. Savings are expected to result in the Medical Assistance and Income Assistance programs.
15. **ELIMINATE MEDICALLY INDIGENT** – GF-State support for the Medically Indigent program is eliminated. However, funding is restored in item 13 from local fund and federal funds.
16. **TITLE XIX FOR K-12 SERVICES** – Medical Assistance will provide Title XIX Medicaid match through an interagency agreement for eligible special education services provided by local school districts.
17. **HEALTH BENEFITS COORDINATION** – Chapter 10, Laws of 1993 (HB 1956) directs the Medical Assistance Administration to provide computerized data to private insurers regarding Medical Assistance clients for the purpose of running a data match to determine joint beneficiaries. Medical Assistance will use this information to improve their cost recovery collections from third party payers.
18. **INFORMATION SERVICES REDUCTIONS** – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
19. **TRAVEL MANAGEMENT SAVINGS** – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
20. **INFLATION** – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
21. **MEDICAID WAIVER COSTS** – Funding is provided for Medical Assistance to seek the necessary waivers specified in Chapter 492, Laws of 1993 (E2SSB 5304 Health Care Reform).
22. **HOSPITAL FUND SHIFT** – Funding is provided from the Health Services Account to pay for Medical Assistance clients' hospital charges.
23. **HEALTH REFORM ACCESS EXPANSION** – On July 1, 1994, all uninsured children with family incomes under 200 percent of the federal poverty level will become eligible for Medical Assistance coverage. By the end of the biennium, the budget anticipates that 112,000 additional children will be covered.
24. **MANAGED CARE PROGRAM SAVINGS** – As a method to control health care costs, Medical Assistance is planning to implement managed care in many counties, including King County by July 1993. Managed care is intended to redirect expenditures from more costly emergency room and hospital care to primary and preventative care services in the doctor's office. This item assumes a 2 percent savings compared to fee-for-service as a result of moving 230,000 Medicaid recipients to managed care.
25. **5% DRUG MANUFACTURER DISCOUNT** – Pharmaceutical manufacturers are required to provide the state with a 5 percent discount in order for their drugs to be prescribed without special authorization by Medical Assistance.
26. **\$1 COPAYMENT MEDICAID SERVICES** – Federal regulations permit "nominal" copayments for Medicaid recipients receiving certain health services. This item establishes a \$1 copay for prescription drugs, physician visits, eyeglasses and dental services. Copayments would not be charged for services to children and pregnant women. Providers cannot deny service to clients who are unable to pay the copayment.
27. **ADMINISTRATION REDUCTION** – Agency administrative staff are reduced by about 15 percent.

**Department of Social and Health Services
Medical Assistance Payments**

28. TRAVEL REDUCTION – Agency GF–State travel expenditures are reduced by a total of 25 percent.

Governor’s Vetoes:

The Governor vetoed section 209(10), which provided \$7 million of the general fund appropriations for chiropractic services.

Department of Social and Health Services

Medical Assistance

Workload History By Fiscal Year

	<u>FY88</u>	<u>FY89</u>	<u>FY90</u>	<u>FY91</u>	<u>FY92</u>	<u>Estimate</u>		
						<u>FY93</u>	<u>FY94</u>	<u>FY95</u>
State General Assistance								
# Persons/Month	14,801	15,762	13,780	13,885	12,113	10,327	10,435	10,872
% Change from prior year		6.5%	-12.6%	0.8%	-12.8%	-14.7%	1.0%	5.3%
Categorically Needy								
# Persons/Month	326,887	341,292	362,162	407,208	476,603	525,725	562,908	587,708
% Change from prior year		4.4%	6.1%	12.4%	17.0%	10.3%	7.1%	11.8%
Medically Needy								
# Persons/Month	14,924	16,195	15,005	15,779	17,620	18,264	18,527	19,008
% Change from prior year		8.5%	-7.3%	5.2%	11.7%	3.7%	1.4%	4.1%
State Medically Indigent								
# Persons/Month	2,034	2,083	2,419	2,758	2,464	2,605	2,650	2,694
% Change from prior year		2.4%	16.1%	14.0%	-10.7%	5.7%	1.7%	3.4%

NOTES:

FY94 and FY95 estimates do not include the Medicaid expansion for children below 200 percent of federal poverty level which was funded to implement Chapter 492, Laws of 1993, (Health Care Reform). It is estimated that this expansion will add up to 112,000 children to Medical Assistance caseload by the end of FY95.

Data Sources:

*FY88 through FY92 LEAP workload data base;
FY93 and FY95 from the March 1993 Medical Assistance Forecast.*

Department of Social and Health Services Vocational Rehabilitation

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	17,924	58,522	76,446
1993 SUPPLEMENTAL	(1,643)	5,875	4,232
TOTAL 1991-93 BIENNIUM	16,281	64,397	80,678
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	16,902	63,884	80,786
POLICY ITEMS			
1. REDUCE JOB SERVICES	(500)	(1,000)	(1,500)
2. OFFICE AUTOMATION EQUIPMENT	80	240	320
3. COUNSELOR/CLERICAL RATIO ADJUSTMENT	(190)	(704)	(894)
4. HIGH SCHOOL GRAD. EMPLOYMENT	0	1,015	1,015
5. INFORMATION SERVICES REDUCTIONS	(4)	(10)	(14)
6. TRAVEL MANAGEMENT SAVINGS	(6)	(14)	(20)
7. INFLATION	(135)	(415)	(550)
8. COOPERATIVE FUNDING INITIATIVE	0	7,859	7,859
9. ELIGIBILITY STREAMLINING	(213)	(787)	(1,000)
10. IMPROVED SERVICE MONITORING	(341)	(1,259)	(1,600)
11. ADMINISTRATION REDUCTION	(154)	(522)	(676)
12. FTE REDUCTION	(14)	(50)	(64)
13. TRAVEL REDUCTION	(19)	0	(19)
TOTAL 1993-95 BIENNIUM	15,406	68,237	83,643

Comments:

1. REDUCE JOB SERVICES – Provides for an approximately 50 percent reduction in extended on-the-job support services, affecting up to about 180 individuals. The budget assumes that these savings will be accomplished by shifting the emphasis of the program from providing sheltered employment to providing training and support in community jobs.
2. OFFICE AUTOMATION EQUIPMENT – Funds equipment needed for increased productivity and efficiency of the professional and clerical staff.
3. COUNSELOR/CLERICAL RATIO ADJUSTMENT – Through the use of office automation, the number of positions providing clerical support for the program's counselors will be reduced.
4. HIGH SCHOOL GRAD. EMPLOYMENT – At least 240 high school students with severe disabilities who graduate in 1993 and 1994 will receive vocational training and job placement. The required state match for this initiative will be provided through cooperative agreements with county developmental disabilities programs.
5. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
6. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
7. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
8. COOPERATIVE FUNDING INITIATIVE – The Division of Vocational Rehabilitation will enter cooperative agreements with Mental Health Regional Support Networks and County Developmental Disabilities Programs to improve and expand employment opportunities for people served by those local agencies. Under these agreements, state funds allocated to the local agency will be used to match additional federal funds which would otherwise not be available to the state. The specific services, target populations, and expenditures to be covered through these initiatives will be cooperatively planned and implemented by the Division of Vocational Rehabilitation and the local agency.
9. ELIGIBILITY STREAMLINING – New federal regulations will enable the vocational rehabilitation program to rely more upon existing information from schools and other agencies to verify service eligibility, thus reducing expenditures on purchased testing and medical consultations.

**Department of Social and Health Services
Vocational Rehabilitation**

10. IMPROVED SERVICE MONITORING – Through more effective planning and monitoring, the duration and cost of services can be reduced without impacting the quality of service or the number of people served.
11. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.
12. FTE REDUCTION – State agency non-administrative staff are reduced by about 10 percent through a gradual cutback during the biennium.
13. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Department of Social and Health Services
Administration & Supporting Services
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991–93 ESTIMATED EXPENDITURES	51,976	39,314	91,290
1993 SUPPLEMENTAL	(4,827)	3,081	(1,746)
TOTAL 1991–93 BIENNIUM	47,149	42,395	89,544
1993–95			
ESSENTIAL REQUIREMENTS LEVEL	52,016	41,069	93,085
POLICY ITEMS			
1. INFORMATION SERVICES REDUCTIONS	(222)	(72)	(294)
2. TRAVEL MANAGEMENT SAVINGS	(42)	(34)	(76)
3. INFLATION	(782)	(266)	(1,048)
4. ADMINISTRATION REDUCTION	(4,177)	(3,277)	(7,454)
5. TRAVEL REDUCTION	(246)	0	(246)
TOTAL 1993–95 BIENNIUM	46,547	37,420	83,967

Comments:

1. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
2. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
3. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
4. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.
5. TRAVEL REDUCTION – Agency GF–State travel expenditures are reduced by a total of 25 percent.

Department of Social and Health Services Community Services Administration

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	202,578	208,542	411,120
1993 SUPPLEMENTAL	(938)	8,010	7,072
TOTAL 1991-93 BIENNIUM	201,640	216,552	418,192
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	228,206	237,897	466,103
POLICY ITEMS			
1. SOCIAL SERVICE PAYMENT SYSTEM	126	108	234
2. ADMINISTRATIVE REDUCTION	(2,854)	(2,478)	(5,332)
3. ELIMINATE FIP/LBC EVALUATION	(599)	(1,103)	(1,702)
4. REDUCE LONGITUDINAL STUDY	(844)	(843)	(1,687)
5. ADDITIONAL SLIAG FUNDS	(6,000)	6,000	0
6. REDUCE WORKLOAD INCREASE	(4,698)	(3,446)	(8,144)
7. ELIMINATE FUNERAL ASSISTANCE	(556)	(24)	(580)
8. ACES PROJECT	8,954	21,684	30,638
9. INFORMATION SERVICES REDUCTIONS	(82)	(70)	(152)
10. TRAVEL MANAGEMENT SAVINGS	(40)	(44)	(84)
11. INFLATION	(1,584)	(1,413)	(2,997)
12. HEALTH REFORM ACCESS EXPANSION	0	1,762	1,762
13. TRAVEL REDUCTION	(192)	0	(192)
TOTAL 1993-95 BIENNIUM	219,837	258,030	477,867

Comments:

1. SOCIAL SERVICE PAYMENT SYSTEM – Provides for the replacement of the Social Services Payment System, which was originally developed in the late 1970's to reimburse social service vendors and collect data on vendor payments. The state relies on this system to distribute more than \$324 million per year and to collect data necessary to receive federal matching funds. The system current does not meet federal audit requirements, the software is antiquated, and the system environment is not compliant with the state-wide computing architecture.
2. ADMINISTRATIVE REDUCTION – Reduces administrative costs by 15 percent by eliminating administrative positions in the Economic and Medical Field Services headquarters and in field office administration. The reduction will include program administrators, managers, coordinators, administrative clerical support, trainers and fiscal staff.
3. ELIMINATE FIP/LBC EVALUATION – The Legislative Budget Committee (LBC) administers the Family Independence Program (FIP) evaluation contract with the Urban Institute. This evaluation is scheduled to terminate on June 30, 1993, at the same time that FIP ends. Funding for the evaluation, which was carried in the 1991-93 budget, is terminated.
4. REDUCE LONGITUDINAL STUDY – The Washington State Institute for Public Policy is conducting a longitudinal study of families receiving, or at risk of receiving, public assistance. Funding is maintained for one year to analyze existing data.
5. ADDITIONAL SLIAG FUNDS – The state receives reimbursement for legalized aliens receiving income or medical assistance through the State Legalization Impact Assistance Grant (SLIAG). It is anticipated that the state will receive an additional \$8 million in the 1993-95 biennium, \$2 million of which is shown in the Medical Assistance budget.
6. REDUCE WORKLOAD INCREASE – Eliminates half of the new positions necessary to meet caseload growth in Aid to Families with Dependent Children, General Assistance, and other income assistance programs. The positions include financial eligibility workers and other line staff employed through the local community service offices. Eight Supplemental Security Income (SSI) Facilitation staff are fully funded.
7. ELIMINATE FUNERAL ASSISTANCE – State statute authorizes DSHS to pay expenses for funeral/memorial services and cremation/burial services for persons who die without sufficient assets to pay for these services. Effective July 1, 1993, DSHS will no longer authorize payment for these services. Savings associated with elimination of this program are located in both the DSHS Income Assistance and Community Services Administration budgets.
8. ACES PROJECT – Funds are provided to implement the Automated Client Eligibility System (ACES).

**Department of Social and Health Services
Community Services Administration**

9. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
10. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
11. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
12. HEALTH REFORM ACCESS EXPANSION – On July 1, 1994, all uninsured children with family incomes under 200 percent of the federal poverty level will become eligible for Medical Assistance coverage. By the end of the biennium, the budget anticipates that 112,000 additional children will be covered.
13. TRAVEL REDUCTION – Agency GF–State travel expenditures are reduced by a total of 25 percent.

Department of Social and Health Services
Revenue Collections
(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	47,912	99,890	147,802
1993 SUPPLEMENTAL	3,852	7,658	11,510
TOTAL 1991-93 BIENNIUM	51,764	107,548	159,312
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	69,114	137,950	207,064
POLICY ITEMS			
1. LOCAL FUNDS MAXIMIZATION	(22,168)	22,168	0
2. PARENT COPAY	964	0	964
3. INCREASED FINANCIAL RECOVERY	416	278	694
4. AFDC INCENTIVES TRANSFER	(19,276)	19,276	0
5. MAXIMIZE SUPPORT ENFORCEMENT	3,644	7,072	10,716
6. INFORMATION SERVICES REDUCTIONS	(2)	(2)	(4)
7. TRAVEL MANAGEMENT SAVINGS	(16)	(30)	(46)
8. INFLATION	(1,326)	(2,501)	(3,827)
9. PSEA/DRUG FUND REALIGNMENT	4,998	(4,998)	0
10. ADMINISTRATION REDUCTION	(496)	(890)	(1,386)
11. TRAVEL REDUCTION	(89)	0	(89)
TOTAL 1993-95 BIENNIUM	35,763	178,323	214,086

Comments:

1. LOCAL FUNDS MAXIMIZATION – This item allows the division to retain the incentive payments the agency earns from the federal government for collecting child support for families not enrolled in the Aid to Families with Dependent Children (AFDC) program. These non-AFDC incentives are currently deposited in the state general fund; the federal funds appropriated here replace the state funds.
2. PARENT COPAY – This item reflects the cost of expanding parental responsibility for payment of the costs of residential care of juvenile offenders. The department will establish a uniform policy to collect fees for services provided and implement a collection process based on the parents' ability to pay in accordance with SB 5958.
3. INCREASED FINANCIAL RECOVERY – This item represents the cost of implementing Chapter 272, Laws of 1993 (SB 5723), which provides for the more efficient collection of costs from mental health clients treated under the State Involuntary Treatment Act (ITA) and increased recovery of medical assistance for recipients over the age of 65. These efforts will generate \$4.5 million in additional GF-State revenue in the 1993-95 biennium, and additional recoveries returned as a federal match. Seven FTEs will be hired to enhance collections.
4. AFDC INCENTIVES TRANSFER – This item allows the division to retain federal incentive payments for child support collections for families on AFDC. The incentives previously offset state expenditures in the Income Assistance Division budget. They will now offset state expenditures in the Revenue Collections Division budget.
5. MAXIMIZE SUPPORT ENFORCEMENT – Provides 75 additional support enforcement investigator positions to be hired in April, May and June 1993 with initial funding provided in the 1993 Supplemental Budget. These FTEs are expected to generate \$7.6 million in GF-State revenue in the 1993-95 biennium.
6. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
7. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
8. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
9. PSEA/DRUG FUND REALIGNMENT – Programs currently funded from the Public Safety and Education Account will instead receive GF-State funding.
10. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.
11. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Department of Social and Health Services
Payments to Other Agencies
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	31,224	11,248	42,472
1993 SUPPLEMENTAL	(700)	2,031	1,331
TOTAL 1991-93 BIENNIUM	30,524	13,279	43,803
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	35,310	14,854	50,164
POLICY ITEMS			
1. HUMAN RIGHTS INVESTIGATORS	70	30	100
2. INTERAGENCY BILLINGS	(2,628)	(2,735)	(5,363)
3. INFLATION	(7)	(9)	(16)
4. CONSOLIDATED MAIL SAVINGS	(1,810)	(416)	(2,226)
TOTAL 1993-95 BIENNIUM	30,935	11,724	42,659

Comments:

1. HUMAN RIGHTS INVESTIGATORS – Funds an interagency contract with the Human Rights Commission for two investigators to handle human rights allegations concerning the Department of Social and Health Services.
2. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
3. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
4. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.

Other Human Services

Administrative and Operating Efficiencies

In various other human services agencies, administrative and managerial staffing is reduced by a total of 154 FTEs, or by about 15 percent. Across-the-board reductions and efficiencies in other operating budget areas such as travel, data processing, postage, and printing and supplies are anticipated to bring the total GF-State savings to \$20.3 million.

Department of Corrections

An additional \$153 million GF-State is provided over the 1991-93 funding level for the Department of Corrections. Increases are primarily due to the growth in the prison population and the cost to open new prison beds at McNeil Island Corrections Center, Airway Heights Corrections Center and the Washington Corrections Center for Women. Savings of \$8.5 million are achieved through population reduction measures such as Chapter 338, Laws of 1993 (ESHB 1922) relating to work ethic camps and Chapter 419, Laws of 1993 (SHB 1727) relating to alien offenders, which allows a slower phase-in of the new prisons beds.

Department of Community Development

A GF-State enhancement of \$5.2 million is provided for the Early Childhood Education and Assistance Program (ECEAP) to continue preschool services at the 1993 service level to low-income four year old children.

The department is also provided an additional \$4 million GF-State to help defray the cost of damages incurred during the January 1993 windstorm.

A number of departmental programs are eliminated in the budget, including the At Risk Youth Program, Circuit Rider Program, the State Center for Volunteerism, Sexual Assault Education, and State Fire Investigations. Other programs and efforts, such as Growth Management grants, Crime Victim's Advocacy, and Public Broadcast Grants are reduced. The department's funding for economic development assistance is reduced by 40 percent in fiscal year 1995.

Department of Labor and Industries

Major enhancements for 1993-95 include: \$22.4 million from the medical aid and accident funds for new computer systems and data processing technologies; \$4.5 million from the medical aid and accident funds for an approximately 9 percent increase in claims management staff; \$2.7 million for additional electrical inspectors; and \$1.1 million from the medical aid and accident funds for salary increases to implement an Efficiency Commission recommendation that rate-setting and risk classification functions be organized along industry-specific lines. Major reductions include elimination of 34 agency administrative and managerial staff, for a savings of \$2.7 million; \$3 million of savings in travel, mail delivery, and other operating costs which are expected to result from the new headquarters building; and a \$6.6 million or 22 percent reduction in crime victims compensation benefits.

Department of Veterans' Affairs

The Appropriations Act and Chapter 3, Laws of 1993 1st sp.s. (ESSB 5966) provide that nursing care units at the two state veterans homes are to be certified as Medicaid nursing facilities. This will replace \$6.5 million GF-State with federal funds, and enhance the quality of nursing care at the homes. The budget makes a \$680,000 or 18 percent reduction in the agency's Field Services operations, which provide counseling for veterans and their families on how to obtain federal benefits for which they are eligible.

Department of Health

Enhanced funding of \$20 million is provided to the Department of Health for public health programs through the implementation of Chapter 492, Laws of 1993, (E2SSB 5304 Health Care Reform). In addition health care reform legislation requires the funding for community clinics to be transferred to the Health Care Authority. Funding for the Kidney Dialysis program for low income individuals, maternity care for undocumented pregnant alien women, and the HIV insurance program for low income individuals are transferred to Medical Assistance within DSHS.

Basic Health Plan

Through implementation of Chapter 492, Laws of 1993 (Health Care Reform) the Basic Health Plan is merged with the Health Care Authority. In addition, funding is provided to expand access to an additional 44,000 adults and children next biennium. Also a significant portion of the 112,000 uninsured children that will be covered by the Medicaid expansion are anticipated to be enrolled in the Basic Health Plan.

Health Services Commission
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	0	0
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	0	0
POLICY ITEMS			
1. CREATE COMMISSION	0	3,654	3,654
2. ANTI-TRUST ACTIVITIES	<u>0</u>	<u>350</u>	<u>350</u>
TOTAL 1993-95 BIENNIUM	0	4,004	4,004

Comments:

1. CREATE COMMISSION – Provides funding for the Commission created in Chapter 492, Laws of 1993 (E2SSB 5304 Health Care Reform).
2. ANTI-TRUST ACTIVITIES – Funding is provided for Attorney General services to implement requirements of Chapter 492, Laws of 1993 (E2SSB 5304 Health Care Reform) relating to Commission anti-trust activities.

Washington State Health Care Authority

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	356	9,920	10,276
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	9,501	9,501
POLICY ITEMS			
1. INSURANCE ADMINISTRATION	0	342	342
2. EQUIPMENT	0	(104)	(104)
3. COMMUNITY CLINIC TRANSFER	6,810	5,000	11,810
4. HEALTH REFORM PLANNING	0	1,205	1,205
5. PROVIDER SERVICES UNIT	0	904	904
6. BENEFITWISE STATEMENTS	0	(108)	(108)
7. TRAVEL MANAGEMENT SAVINGS	0	(2)	(2)
8. INTERAGENCY BILLINGS	0	24	24
9. INFLATION	0	(242)	(242)
10. WSHIPC ADMINISTRATION	0	662	662
11. K-12 RETIREE BENEFITS	0	1,886	1,886
12. K-12 MERGER	0	222	222
13. TRANSFER BASIC HEALTH PLAN	0	132,941	132,941
14. ADMINISTRATION REDUCTION	0	(270)	(270)
TOTAL 1993-95 BIENNIUM	6,810	151,961	158,771

Comments:

1. INSURANCE ADMINISTRATION – Funding is provided for staff to improve utilization review. The cost avoidance savings are estimated to be \$640,000 for the biennium, and are captured in the calculation of the health benefits premium rate for next biennium.
2. EQUIPMENT – Funding for equipment purchases is reduced.
3. COMMUNITY CLINIC TRANSFER – Funding for community health clinics is expanded and transferred from the Department of Health to the Health Care Authority, in accordance with Chapter 492, Laws of 1993 (E2SSB 5304).
4. HEALTH REFORM PLANNING – Funding and staff are provided for analysis, coordination, and project management to implement health care reform. The Health Care Authority will become the state's consolidated purchasing agent for health care and will be responsible for a number of major projects, including coordination of other state agencies involved in health care provision.
5. PROVIDER SERVICES UNIT – Funding and staff are added to allow the Authority to contract directly with health care providers, rather than have that function performed under personal service contract with an independent organization, such as a hospital or an insurance company. The provider services unit will generate savings of approximately \$1 million from the elimination of the existing preferred provider network, and \$3.4 million in reduced employee health benefit costs.
6. BENEFITWISE STATEMENTS – Funding for the benefitwise program, which was started in 1991 and provides benefit information to state employees, is eliminated. Funding is provided in the Department of Personnel to continue the annual employee compensation statements.
7. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
8. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
9. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
10. WSHIPC ADMINISTRATION – Funding and staff are provided to offer insurance benefits to health insurance purchasing cooperatives that are created in Chapter 492, Laws of 1993 (E2SSB 5304).
11. K-12 RETIREE BENEFITS – Funding and staff are provided to begin providing centrally-purchased health insurance for retired school employees under Chapter 386, Laws of 1993 (SHB 1784). Included in the total appropriation is \$415,000 to be paid to the Department of Retirement Systems through interagency agreement for the cost of enrolling and determining eligibility for the retirees.
12. K-12 MERGER – Funding is provided for staff to work with school districts in preparation of the merger of K-12 benefits with the Authority's benefits in October 1995, in accordance with Chapter 492, Laws of 1993 (E2SSB 5304).
13. TRANSFER BASIC HEALTH PLAN – The Basic Health Plan is transferred from the Department of Health to the

Washington State Health Care Authority

Health Care Authority, as required by Chapter 492, Laws of 1993 (E2SSB 5304).

14. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.

Department of Community Development

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	103,696	244,958	348,654
1993 SUPPLEMENTAL	(4,268)	(56)	(4,324)
TOTAL 1991-93 BIENNIUM	99,428	244,902	344,330
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	83,355	178,403	261,758
POLICY ITEMS			
1. STATE BUILDING CODE INDIRECT RATE	0	164	164
2. HOUSING ASSISTANCE PROGRAM ADMIN	0	1,330	1,330
3. AFFORDABLE HOUSING PROGRAM	0	154	154
4. ENERGY MATCHMAKER ADMINISTRATION	0	4,308	4,308
5. FIRE TRAINING ACADEMY MAINTENANCE	0	228	228
6. ENHANCED 911 INCREASE	0	14,538	14,538
7. DISASTER RELIEF FUNDING	8,268	41,610	49,878
8. EMERGENCY RESPONSE CAPABILITY	500	200	700
9. ECEAP MAINTENANCE	5,248	0	5,248
10. LOAN MANAGEMENT SYSTEM	0	118	118
11. ECONOMIC DEVELOPMENT REORGANIZATION	(1,200)	0	(1,200)
12. PROGRAM ELIMINATIONS	(2,482)	0	(2,482)
13. GROWTH MANAGEMENT REDUCTION	(1,325)	0	(1,325)
14. HAZARD REDUCTION FEMA REQUIREMENT	200	0	200
15. BROKERS BOARD GRANTS	0	(658)	(658)
16. BALANCE FIRE TRUST ACCOUNT	0	(76)	(76)
17. REDUCE VICTIMS ADVOCACY	0	(1,694)	(1,694)
18. PUBLIC BROADCAST GRANTS	(208)	0	(208)
19. SEXUAL ASSAULT EDUCATION ELIMINATE	(518)	0	(518)
20. ECONOMIC DIVERSIFICATION INITIATIVE	300	0	300
21. AGENCY CONSOLIDATION	(694)	0	(694)
22. FIRE INSPECTION REGIONALIZATION	(300)	0	(300)
23. TOXICS ACCOUNT REVENUE SHORTFALL	0	(116)	(116)
24. INFORMATION SERVICES REDUCTIONS	(16)	0	(16)
25. TRAVEL MANAGEMENT SAVINGS	(26)	(52)	(78)
26. INTERAGENCY BILLINGS	(50)	(122)	(172)
27. INFLATION	(603)	0	(603)
28. CHILDREN'S MUSEUM	20	0	20
29. KITSAP COUNTY ECONOMIC DIVERSITY	50	0	50
30. MT ST HELENS EMERGENCY MEDICAL	70	0	70
31. LONG TERM CARE OMBUDSMAN	64	0	64
32. ADMIN CONTINGENCY FUND SWITCH	(1,476)	1,476	0
33. REDUCE COMMUNITY MOBILIZATION	0	(294)	(294)
34. BLOCK GRANT PROGRAMS	(300)	0	(300)
35. CONSOLIDATED MAIL SAVINGS	(177)	0	(177)
36. EQUIPMENT REDUCTION	(56)	0	(56)
37. TRAVEL REDUCTION	(187)	0	(187)
TOTAL 1993-95 BIENNIUM	88,457	239,517	327,974

1PCBOBF

DEPT COMMUNITY DEV

TOTAL EXPENSES

01/19/94 14:12

ACTUALS THRU NOV 1993

(DOLLARS IN THOUSANDS)

	ESTIMATE	ACTUAL	VARIANCE	CUM EST	CUM ACT	CUM VAR
1993						
JUL	34370	10669	23701	34370	10669	23701
AUG	60777	13966	46811	95147	24635	70511
SEP	9201	10918	(1717)	104348	35553	68795
OCT	34348	9971	24377	138696	45525	93171
NOV	7836	93205	(85370)	146532	138730	7802
DEC	8539		8539	155070	138730	16340
JAN	14527		14527	169597	138730	30867
FEB	5561		5561	175159	138730	36428
MAR	5410		5410	180568	138730	41838
APR	11314		11314	191882	138730	53152
MAY	5802		5802	197684	138730	58954
JUN	2772		2772	200456	138730	61726
1994						
JUL	59562		59562	260019	138730	121288
AUG	6602		6602	266620	138730	127890
SEP	5934		5934	272555	138730	133825
OCT	8187		8187	280742	138730	142012
NOV	5112		5112	285854	138730	147124
DEC	4689		4689	290544	138730	151813
JAN	9524		9524	300067	138730	161337
FEB	4121		4121	304188	138730	165458
MAR	4215		4215	308404	138730	169674
APR	8979		8979	317383	138730	178653
MAY	5491		5491	322874	138730	184144
JUN	2182		2182	325056	138730	186326

Department of Community Development

Comments:

1. STATE BUILDING CODE INDIRECT RATE – The department charges an indirect rate to all funds in all programs for overhead expenses. Historically, the Building Code section has not been charged the same indirect rate as all the other programs and funds. The appropriation authority necessary for the indirect rate to be correctly charged to the fund is included here.
2. HOUSING ASSISTANCE PROGRAM ADMIN – Historically, the state has provided funds for housing assistance from a combination of three funding sources: State Building Construction Account funds; GF–State; and a percentage of the interest on the Real Estate Broker's Trust Account. The 1993–95 budget assumes that all new funds for the Housing Assistance and Affordable Housing programs will be provided from the State Building Construction Account, which by state law may only be used for capital construction and renovation, and not for administration. This item, and the Affordable Housing item, partially addresses staffing and other administrative costs for these programs by providing \$658,000 from the Broker's Trust Account, which is made possible by funding Real Estate Broker's Board projects out of the Housing Assistance Program. Additional funds are provided from GF–State funds originally appropriated to the Housing Trust Fund in prior biennia.
3. AFFORDABLE HOUSING PROGRAM – See comment for the Housing Assistance Program Administration item.
4. ENERGY MATCHMAKER ADMINISTRATION – This item provides for two separate appropriations. The first is for administration of the Energy Matchmaker program which is funded by a combination of the original general fund capitalization of the Housing Trust Fund and revenue sources deposited into the fund (see comment for item 2). Second, appropriation authority is granted to expend funds in the Low Income Weatherization Account. The account is funded through oil overcharge funds and utility company matching funds.
5. FIRE TRAINING ACADEMY MAINTENANCE – The Fire Training Academy, located on a 47 acre site near North Bend, is authorized to include in the fee charged for training classes the costs of the routine maintenance of the facility. This item provides funding from fees for the on-going repair of ten flammable materials props, a three-story burn building, and a shipboard firefighting prop. The facilities are maintained to ensure safety and to prevent environmental damage.
6. ENHANCED 911 INCREASE – The 911 program was established by the Legislature in the 1990 legislative session and approved through referendum the following November. The legislation established a 20 cent per telephone access line excise tax. The revenue generated is used to establish a statewide system which allows an immediate display of a caller's identification and location when dialing 911 for help. These funds will provide equipment and technical assistance to local 911 programs.
7. DISASTER RELIEF FUNDING – This item reauthorizes the expenditure of \$4.3 million GF–State which was originally provided, but not spent, during the 1991–93 biennium to meet costs incurred by the following presidential disasters: 1989 floods, January 1990 floods, November 1990 floods, December 1990 storms, and October 1991 fires. The item also provides \$4 million for costs incurred in the January 1993 windstorm. The state funds provide an average 12.5 percent match to federal FEMA funds.
8. EMERGENCY RESPONSE CAPABILITY – Provides funding to meet a budget shortfall that resulted from reduced Federal Emergency Management Act (FEMA) funding. This item assumes \$200,000 in federal recoveries for staffing and other state costs.
9. ECEAP MAINTENANCE – The 1993–95 budget provides an enhancement to the Early Childhood Education and Assistance Program (ECEAP) to maintain fiscal year 1993 service levels for eligible children, and reduces administration of the program by \$200,000 and 2 FTEs.
10. LOAN MANAGEMENT SYSTEM – The loan management system (LMS) is a multi-user system that tracks the 620 loans currently administered by the department totalling approximately \$230 million. The LMS will replace the department's current system, which maintains data on individual PCs and manual files within separate department divisions. The department will fund the development of this system through reductions to Administration program staff, the Public Works Assistance Account, and the Housing Trust Fund. Annual on-going costs of \$76,500 will be paid from dedicated loan funds.
11. ECONOMIC DEVELOPMENT REORGANIZATION – Funding for fifteen community economic development programs is reduced by 40 percent in the second year of the biennium. The department is directed to develop a plan during fiscal year 1994 for the delivery of economic development assistance following its merger with the Department of Trade and Economic Development.
12. PROGRAM ELIMINATIONS – The following programs are no longer funded: Ports Planning Program, Indigent Defense Criminal Program, the Local Government Policy Division, Circuit Rider Program, the At Risk Youth Program, the State Center for Volunteerism, the Retired Senior Volunteer Program, Fire investigations, and pass through to the Business Assistance Center. Funding for Food Stamp Outreach is eliminated, however, the service is expected to continue through the emergency food program.
13. GROWTH MANAGEMENT REDUCTION – Growth Management grants to local governments are reduced by \$875,000 and administrative funding for the program is reduced by \$450,000.
14. HAZARD REDUCTION FEMA REQUIREMENT – Hazard reduction mitigation is a Federal Emergency Management Agency (FEMA) requirement which must be met in order to receive future presidential disaster money. After every receipt of federal disaster money, the State is required to prepare and implement a disaster mitigation plan. The 1993–95 Governor's budget provides \$200,000 to partially address department duties identified in the federally approved Flood Reduction Mitigation Plan (the plan estimates the Department's costs to be \$826,000 in the 1993–95 biennium). The Department will coordinate with the Departments of Ecology, Wildlife, Fisheries, Natural Resources, and Transportation for implementation of the plan.
15. BROKERS BOARD GRANTS – The Broker's Board has authority to determine which projects are funded from the revenues deposited into the Housing Trust Fund. This proposal allows the Board to continue to make project award determination. However, the source of funds will be from the capital budget so that the revenues in the Housing Trust Fund can be used to fund administrative costs.

Department of Community Development

16. **BALANCE FIRE TRUST ACCOUNT** – The Fire Service Training Account revenues are projected to be lower than expected. An adjustment is made to balance expenditures to available revenues.
17. **REDUCE VICTIMS ADVOCACY** – A reduction is made to balance expenditures to projected revenues in the Public Safety and Education Account. Grants and administration in the Crime Victims program are reduced by 33 percent. The reduction will effect the Office of Crime Victim's Advocacy, which was created in 1990 to provide referral, advocacy and other services to victims of crime, as well as to distribute grants to community crime victims assistance programs. Grants are primarily for sexual assault treatment services.
18. **PUBLIC BROADCAST GRANTS** – The 1991–93 biennial budget originally provided \$825,000 in grant support to non-commercial radio and television stations. In the 1992 Supplemental budget, a specific reduction of \$64,000 was made. Further reductions totalling \$346,000 were made by the agency in order to absorb the other general reductions in the 1992 Supplemental budget. The total funding remaining for 1993–95 following the reduction in this item is \$208,000.
19. **SEXUAL ASSAULT EDUCATION ELIMINATE** – Eliminates the sexual assault education grant program first funded in conjunction with the 1990 community protection act.
20. **ECONOMIC DIVERSIFICATION INITIATIVE** – Provides financial assistance for military dependent communities to diversify their economies.
21. **AGENCY CONSOLIDATION** – This item recognizes administrative savings realized through the consolidation of the Department of Trade and Economic Development and the Department of Community Development. The consolidation is required by Chapter 280, Laws of 1993 (ESSB 5868), and will occur in fiscal year 1995.
22. **FIRE INSPECTION REGIONALIZATION** – Both state and local governments perform fire inspections related to state and federal requirements. The reduction in state capacity recognizes that, in most cases, inspections should be performed at the local level based on state guidelines. Remaining state capacity will focus on developing guidelines.
23. **TOXICS ACCOUNT REVENUE SHORTFALL** – Projected revenues to the State Toxics account have decreased. Funding for fire services training related to toxic spills is reduced.
24. **INFORMATION SERVICES REDUCTIONS** – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
25. **TRAVEL MANAGEMENT SAVINGS** – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
26. **INTERAGENCY BILLINGS** – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
27. **INFLATION** – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
28. **CHILDREN'S MUSEUM** – Provides funding for the Inside–Out program of the Seattle Children's Museum.
29. **KITSAP COUNTY ECONOMIC DIVERSITY** – Provides \$50,000 to assist in diversifying the military dependent economy of Kitsap County.
30. **MT ST HELENS EMERGENCY MEDICAL** – Funding is provided to continue support for emergency medical services for the Mt. St. Helens National Monument area.
31. **LONG TERM CARE OMBUDSMAN** – Additional funds are provided for Long Term Care Ombudsman services in order to meet conditions necessary to continue receiving federal funding.
32. **ADMIN CONTINGENCY FUND SWITCH** – Funding for the following programs is provided from the Administrative Contingency Fund, administered by the Department of Employment Security: Timber Mortgage Assistance, Re–Employment Support Centers, Timber Team, and Timber Community Assistance Grants.
33. **REDUCE COMMUNITY MOBILIZATION** – Funding for the Community Mobilization and Prosecution Assistance programs are reduced by 6.9 percent in order to balance expenditures from the state Drug Enforcement and Education Account within available revenues.
34. **BLOCK GRANT PROGRAMS** – The department is directed to consolidate the administration of the Emergency Food Assistance and Emergency Shelter Assistance programs. Savings are realized through a 50 percent reduction of the total administration of the two programs.
35. **CONSOLIDATED MAIL SAVINGS** – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
36. **EQUIPMENT REDUCTION** – Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program.
37. **TRAVEL REDUCTION** – Agency GF–State travel expenditures are reduced by a total of 25 percent.

Governor's Vetoes:

The Governor vetoed sections 217(1), (3), (4), (7), (8), and (9), which provided earmarked funding of \$20,000 for the Seattle Children's Museum, \$70,000 for emergency medical services at Mt. St. Helens, \$5.1 million for emergency shelter assistance, \$12.3 million for grants to local governments for comprehensive growth management planning, and required the department to seek economic development grants from federal and private sources.

Human Rights Commission

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	4,216	1,084	5,300
1993 SUPPLEMENTAL	(245)	0	(245)
TOTAL 1991-93 BIENNIUM	3,971	1,084	5,055
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	4,357	900	5,257
POLICY ITEMS			
1. LEASE/PURCHASE EQUIPMENT	6	0	6
2. ELIMINATE 2 SPECIALISTS	(214)	214	0
3. HOUSING EQUIVALENCY LEGISLATION	0	330	330
4. RACIAL DISPROPORTIONALITY STUDY	50	0	50
5. INVESTIGATORS FOR DSHS, DOC CASES	94	0	94
6. ADMINISTRATIVE REDUCTIONS	(294)	0	(294)
7. TRAVEL MANAGEMENT SAVINGS	(4)	0	(4)
8. INTERAGENCY BILLINGS	(70)	(27)	(97)
9. INFLATION	(60)	0	(60)
10. SEXUAL ORIENTATION (SHB 1443)	102	0	102
11. CONSOLIDATED MAIL SAVINGS	(16)	(6)	(22)
12. EQUIPMENT REDUCTION	(8)	0	(8)
13. TRAVEL REDUCTION	(24)	0	(24)
TOTAL 1993-95 BIENNIUM	3,919	1,411	5,330

Comments:

1. LEASE/PURCHASE EQUIPMENT – Provides funding to replace six old personal computers that are not cost effective to repair.
2. ELIMINATE 2 SPECIALISTS – Eliminates GF-State support for two of the current 3.5 Specialist FTE positions designed to provide information and advice to private employers about civil rights issues and to provide training and technical assistance to other HRC staff. These positions will be funded from local revenues, which will be generated by increasing fees charged to public and private organizations.
3. HOUSING EQUIVALENCY LEGISLATION – An amendment to the federal Fair Housing Act requires states to enact legislation prohibiting discrimination against families with children by September 30, 1992. This item provides the agency with the authority to hire two positions to handle additional complaints.
4. RACIAL DISPROPORTIONALITY STUDY – Provides funding to implement Chapter 415, Laws of 1993 (ESHB 1966), which directs the Commission to conduct a racial disproportionality study.
5. INVESTIGATORS FOR DSHS, DOC CASES – About 8 percent of the cases filed with the Commission originate with alleged actions of the Departments of Social and Health Services and Corrections. This item provides partial funding for two additional investigators to address this workload. An additional \$100,000 will be transferred to the Commission from the Department of Social and Health Services by August 1, 1993.
6. ADMINISTRATIVE REDUCTIONS – Includes the elimination of one Personnel Manager position, one Computer Programmer 1 position, one Clerk Typist 3 position, and miscellaneous reductions in goods and services and travel.
7. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
8. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
9. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
10. SEXUAL ORIENTATION (SHB 1443) – Provides funding to enact SHB 1443, which adds "sexual orientation" to groups protected by state anti-discrimination laws. While SHB 1443 did not pass the 1993 legislative session; the funds provided here are intended for FY 1995, assuming passage of the bill in the 1994 legislative session.

Human Rights Commission

11. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
12. EQUIPMENT REDUCTION – Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program.
13. TRAVEL REDUCTION – Agency GF–State travel expenditures are reduced by a total of 25 percent.

Board of Industrial Insurance Appeals

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	4	17,876	17,880
1993 SUPPLEMENTAL	0	55	55
TOTAL 1991-93 BIENNIUM	4	17,931	17,935
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	19,362	19,362
POLICY ITEMS			
1. LEASE INCREASES	0	88	88
2. TRAINING INCREASE	0	36	36
3. EQUIPMENT	0	108	108
4. INFORMATION SERVICES MAINTENANCE	0	92	92
5. TRAVEL MANAGEMENT SAVINGS	0	(16)	(16)
6. INTERAGENCY BILLINGS	0	28	28
7. INFLATION	0	(256)	(256)
8. PSEA/DRUG FUND REALIGNMENT	111	(111)	0
9. WORKLOAD ADJUSTMENT	0	1,500	1,500
10. CONSOLIDATED MAIL SAVINGS	(1)	(124)	(125)
11. ADMINISTRATION REDUCTION	0	(299)	(299)
TOTAL 1993-95 BIENNIUM	110	20,408	20,518

Comments:

1. LEASE INCREASES – Funds permanent hearing room space in the Tri-Cities, and more adequate space for the Yakima field office.
2. TRAINING INCREASE – Provides an approximately 33 percent increase in staff training expenditures in order to help staff adjust to rapid changes in technology, and to changes in the way the Board does business.
3. EQUIPMENT – Provides for an approximately 17 percent reduction below the 1991-93 level in purchases of new and replacement equipment.
4. INFORMATION SERVICES MAINTENANCE – Provides funding to cover increased software support contract costs, and to incorporate the Seattle and Spokane offices into an agency wide area network.
5. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
6. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
7. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
8. PSEA/DRUG FUND REALIGNMENT – Reflects a replacement of public safety and education account with GF-State funding.
9. WORKLOAD ADJUSTMENT – Provides additional staff to manage workload increases assumed by the agency.
10. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
11. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.

Washington State Criminal Justice Training Commission

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	62	11,894	11,956
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	58	12,594	12,652
POLICY ITEMS			
1. REDUCE MANPOWER REPLACEMENT	0	(800)	(800)
2. FUND SHIFT	(58)	0	(58)
3. TRAVEL MANAGEMENT SAVINGS	0	(4)	(4)
4. INTERAGENCY BILLINGS	0	2	2
5. INFLATION	0	(562)	(562)
6. BALANCE DRUG FUND	0	(26)	(26)
7. CONSOLIDATED MAIL SAVINGS	0	(4)	(4)
TOTAL 1993-95 BIENNIUM	0	11,200	11,200

Comments:

1. REDUCE MANPOWER REPLACEMENT – Funding is eliminated for reimbursement to small jurisdictions with less than 10 enforcement officers for manpower replacement costs when these jurisdictions send officers to the Commission for training. Reimbursement for manpower replacement costs is provided through Chapter 21, Laws of 1993 1st sp.s. (2E2SSB 5521).
2. FUND SHIFT – Fee revenue for the private security guard and private detective training programs is treated as a cost recovery.
3. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
4. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
5. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
6. BALANCE DRUG FUND – All programs funded from the state drug enforcement and education account are reduced by 6.9 percent to balance the fund.
7. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.

Department of Labor & Industries

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	10,448	335,724	346,172
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	10,765	353,005	363,770
POLICY ITEMS			
1. EQUIPMENT ADJUSTMENTS	0	3,190	3,190
2. BOILER INSPECTOR RECLASS	0	52	52
3. SAFETY & HEALTH MANAGEMENT SYSTEM	0	1,421	1,421
4. CHIROPRACTIC CARE DIRECTOR	0	252	252
5. CRIME VICTIMS PROGRAM RESTRUCTURE	0	(6,566)	(6,566)
6. EMPLOYMENT STANDARDS REDUCTIONS	(496)	0	(496)
7. INFORMATION MANAGEMENT IMPROVEMENTS	0	2,092	2,092
8. SELF INSURANCE CASELOAD	0	1,258	1,258
9. IMPROVED CLAIMS MANAGEMENT	0	3,530	3,530
10. BUSINESS ASSISTANCE/PREVENTION	0	4,540	4,540
11. PROVIDER FRAUD UNIT	0	296	296
12. STATE FUND INFORMATION SYSTEM	0	16,900	16,900
13. UTIL REVIEW TO NON-APPROP FUND	0	(4,072)	(4,072)
14. A.G. REVENUE COLLECTIONS UNIT	0	974	974
15. INFORMATION SERVICES REDUCTIONS	0	(1,440)	(1,440)
16. TRAVEL MANAGEMENT SAVINGS	(8)	(234)	(242)
17. INTERAGENCY BILLINGS	0	(2,812)	(2,812)
18. INFLATION	(105)	0	(105)
19. ELECTRICAL CONTROL PANELS	0	786	786
20. INCREASED ELECTRICAL INSPECTIONS	0	884	884
21. PUBLIC WORKS ADMIN ACCOUNT	(284)	1,175	891
22. NEW BUILDING EFFICIENCIES	(94)	(2,930)	(3,024)
23. L&I INTEGRATION PILOT PROJECTS	0	470	470
24. CONSOLIDATED MAIL SAVINGS	(18)	(600)	(618)
25. ADMINISTRATION REDUCTION	(6)	(2,738)	(2,744)
26. FTE REDUCTION	(419)	0	(419)
27. TRAVEL REDUCTION	(94)	0	(94)
TOTAL 1993-95 BIENNIUM	9,241	369,433	378,674

Comments:

- | | |
|---|--|
| <p>1. EQUIPMENT ADJUSTMENTS – Funds new and replacement equipment needed to manage the agency in an efficient manner.</p> <p>2. BOILER INSPECTOR RECLASS – Funds a reclassification for the boiler inspectors, necessary to maintain the agency's continued certification with the American Society of Mechanical Engineers.</p> <p>3. SAFETY & HEALTH MANAGEMENT SYSTEM – Funds two new computer projects: (1) a \$410,000 request to transfer operation of the asbestos worker certification and training computer system from a private contractor who has discontinued support for it because of financial difficulties; and (2) \$1 million to plan further improvements in the department's Safety and Health Information Management System (SHIMS) to better coordinate it with required federal reporting systems. This is funded as a "Type 1" information services project,</p> | <p>subject to oversight and budget approval by the Department of Information Services.</p> <p>4. CHIROPRACTIC CARE DIRECTOR – Funds an associate medical director to propose policy and practice guidelines on chiropractic care, and to develop utilization review strategies aimed at elimination of excessive and inappropriate treatment, and better control of benefit costs.</p> <p>5. CRIME VICTIMS PROGRAM RESTRUCTURE – To accommodate steadily increasing caseloads within available Public Safety and Education Account funding, the Crime Victims Compensation program will be restructured to include co-pay requirements and limits on maximum benefit amounts.</p> <p>6. EMPLOYMENT STANDARDS REDUCTIONS – Savings achieved by reducing 2 of 13 FTEs in the apprenticeship development program, and 3 of 15 FTEs in the employment standards program.</p> |
|---|--|

Department of Labor & Industries

7. **INFORMATION MANAGEMENT IMPROVEMENTS** – Transfers the operation and maintenance of seven departmental computer systems from a private contractor which has discontinued support for them because of financial difficulties.
8. **SELF INSURANCE CASELOAD** – In response to requests from self-insurers for more prompt adjudicative action on their proposed claims actions, provides an approximately 2.5 percent increase in staffing, and provides \$1 million for a major data processing project which is expected to increase productivity and speed reporting through electronic data interchange with self-insurers.
9. **IMPROVED CLAIMS MANAGEMENT** – Funds three agency requests: (1) the addition of 2 FTEs to double the number of labor/management committees established by individual employers to cooperatively plan improvements in workplace health and safety; (2) the addition of 4 FTE customer services specialists to enable claims managers to more productively apply their skills to management of growing workloads; and (3) \$3 million for salary increases and new computer equipment which the agency believes are needed to implement the Efficiency Commission recommendation that it organize functions such as risk classification and rate adjustment along industry-specific rather than geographic lines.
10. **BUSINESS ASSISTANCE/PREVENTION** – Funds two agency requests: (1) the addition of 8 FTEs over the course of the biennium to assist small employers to reduce workplace injuries and claims costs; and (2) the addition of 40 FTE claims staff over the course of the biennium. This approximately 9 percent staffing increase would enable the agency to reduce average caseloads, which is expected to result in reduced benefits payments through more efficient claims management.
11. **PROVIDER FRAUD UNIT** – Funds additional staff to investigate fraudulent claims and practices of employers and medical providers. These investigations protect employee benefits, recover fraudulent payments, and have a significant sentinel effect.
12. **STATE FUND INFORMATION SYSTEM** – Funds development or expansion of four new computer systems: (1) approximately \$1.2 million to integrate pension benefits into the agency's broader benefits payment system; (2) \$0.8 million to develop and implement an automated system to replace the current manual system for calculating worker compensation rates; (3) \$1.5 million to automate the retrospective rating system to permit its expansion to small employers; and (4) \$13.3 million to implement department-wide in 1993-95 the document-imaging technology which is being developed and piloted during 1991-93.
13. **UTIL REVIEW TO NON-APPROP FUND** – At the recommendation of the Office of Financial Management and approval of the Legislative Evaluation and Accountability Program Committee, transfers funding for industrial insurance utilization reviews from the agency's appropriated to its non-appropriated funds.
14. **A.G. REVENUE COLLECTIONS UNIT** – Establishes a new coordinated collections unit in the Office of the Attorney General. The unit is expected to increase collection of past due accounts owed to Labor and Industries by \$9 million in the 1993-95 biennium.
15. **INFORMATION SERVICES REDUCTIONS** – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
16. **TRAVEL MANAGEMENT SAVINGS** – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
17. **INTERAGENCY BILLINGS** – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
18. **INFLATION** – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
19. **ELECTRICAL CONTROL PANELS** – Provides funds for state inspection of industrial control panels, which in accordance with Chapter 275, Laws of 1993 (SB 5906) are no longer subject to testing by independent product testing laboratories.
20. **INCREASED ELECTRICAL INSPECTIONS** – Provides additional inspectors to enable the department to complete 90 percent of all inspections within 48 hours of their request.
21. **PUBLIC WORKS ADMIN ACCOUNT** – In accordance with Chapter 404, Laws of 1993 (SHB 1219), the Public Works Administration Account is established, which results in a decrease in general fund revenues and expenditures, and an increase in fee-supported staff to monitor and enforce prevailing wage laws on public works projects.
22. **NEW BUILDING EFFICIENCIES** – Savings on travel, mail delivery, redundant office space and equipment, moving, and utility costs which the agency projected in 1989 would result from construction of its new Tumwater headquarters building, adjusted to 1993 dollars.
23. **L&I INTEGRATION PILOT PROJECTS** – Provides funding to plan integration of the workers' compensation medical aid program with state health care reform.
24. **CONSOLIDATED MAIL SAVINGS** – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
25. **ADMINISTRATION REDUCTION** – Agency administrative staff are reduced by about 15 percent.
26. **FTE REDUCTION** – State agency non-administrative staff are reduced by about 10 percent through a gradual cutback during the biennium.
27. **TRAVEL REDUCTION** – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Indeterminate Sentence Review Board

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	3,170	0	3,170
1993 SUPPLEMENTAL	(168)	0	(168)
TOTAL 1991-93 BIENNIUM	3,002	0	3,002
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	3,180	0	3,180
POLICY ITEMS			
1. ACCELERATED WORKLOAD REDUCTION	(528)	0	(528)
2. PARDONS AND CLEMENCY WORKLOAD	130	0	130
3. TRAVEL MANAGEMENT SAVINGS	(4)	0	(4)
4. INTERAGENCY BILLINGS	(71)	0	(71)
5. INFLATION	(49)	0	(49)
6. TRAVEL REDUCTION	(15)	0	(15)
TOTAL 1993-95 BIENNIUM	2,643	0	2,643

Comments:

1. ACCELERATED WORKLOAD REDUCTION – Reflects savings through the reduction of the number of inmates under the jurisdiction of the Indeterminate Sentence Review Board from 2,300 to 1,400 by July 1993. By July 1995, the number of inmates under the jurisdiction of the Board will be reduced to 800.
2. PARDONS AND CLEMENCY WORKLOAD – Provides funds and 1.0 FTE to assist the Board of Pardons and Clemency in performing independent case reviews of clemency and pardon requests.
3. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
4. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
5. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
6. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Department of Veterans' Affairs
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	23,270	17,953	41,223
1993 SUPPLEMENTAL	822	0	822
TOTAL 1991-93 BIENNIUM	24,092	17,953	42,045
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	24,456	18,704	43,160
POLICY ITEMS			
1. NON-APPROPRIATED/LOCAL FUNDS	3,328	0	3,328
2. MEDICAID NURSING HOME MODEL	(6,504)	7,008	504
3. COMMUNITY PROGRAM REDUCTIONS	(680)	0	(680)
4. TRAVEL MANAGEMENT SAVINGS	(2)	(4)	(6)
5. INTERAGENCY BILLINGS	39	0	39
6. INFLATION	(342)	0	(342)
7. INCREASED PERSONAL NEEDS ALLOWANCE	468	549	1,017
8. CONSOLIDATED MAIL SAVINGS	(36)	(16)	(52)
9. TRAVEL REDUCTION	(26)	0	(26)
TOTAL 1993-95 BIENNIUM	20,701	26,241	46,942

Comments:

- | | |
|--|---|
| <ol style="list-style-type: none"> 1. NON-APPROPRIATED/LOCAL FUNDS - Provides state funds to replace local appropriated and non-appropriated funds that were expended in the 1991-93 biennium to cover ongoing operating costs at the Soldiers and Veterans Homes, but which will not be available to cover such costs in 1993-95. 2. MEDICAID NURSING HOME MODEL - Replaces state funds with increased federal reimbursements by covering approximately 180 nursing beds at the Veterans Home and 130 nursing beds at the Soldiers Home under the Medicaid program. Additional nursing and record-keeping staff are provided to assure compliance with state and federal nursing home standards. 3. COMMUNITY PROGRAM REDUCTIONS - Reduces the Field Services program, which assists veterans and their families to obtain federal benefits for which they are eligible, by about 18 percent. 4. TRAVEL MANAGEMENT SAVINGS - Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts. 5. INTERAGENCY BILLINGS - Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies. 6. INFLATION - The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation. 7. INCREASED PERSONAL NEEDS ALLOWANCE - Increases the personal needs allowance for Medicaid nursing | <p>home residents at the state veterans homes to \$90 per month, and to \$160 per month at the time the federal government allows such a higher level.</p> <ol style="list-style-type: none"> 8. CONSOLIDATED MAIL SAVINGS - Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service. 9. TRAVEL REDUCTION - Agency GF-State travel expenditures are reduced by a total of 25 percent. |
|--|---|

Department of Health

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	127,085	184,657	311,742
1993 SUPPLEMENTAL	(8,251)	(253)	(8,504)
TOTAL 1991-93 BIENNIUM	118,834	184,404	303,238
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	126,375	224,341	350,716
POLICY ITEMS			
1. LABORATORY - RAPID TESTING	142	206	348
2. MAXIMIZE USE OF OTHER FUNDS	(750)	750	0
3. CASELOAD/CONTRACTS/PROGRAM CUTS	(1,674)	0	(1,674)
4. TRANSFER KIDNEY DIALYSIS TO DSHS	(3,128)	0	(3,128)
5. REDUCE DENTAL CARE	(808)	0	(808)
6. REDUCE CHILDRENS HOSPITAL	(1,918)	1,918	0
7. CHILDRENS DIAGNOSIS & TREATMENT	(584)	0	(584)
8. CONSOLIDATED POISON CONTROL CENTER	(1,800)	0	(1,800)
9. YOUTH TOBACCO ENFORCEMENT	0	1,830	1,830
10. WATER FEES INCREASE	(360)	360	0
11. NON-MEDICAID MATERNITY TRANSFER	(2,340)	0	(2,340)
12. HIV INSURANCE FUNDS TRANSFER	(864)	0	(864)
13. PROFESSIONAL LICENSING MONITORING	0	498	498
14. COMMUNITY CLINICS TRANSFER	(6,810)	0	(6,810)
15. STATE TOXICS ACCOUNT REDUCTIONS	0	(336)	(336)
16. PUGET SOUND WATER PLAN REDUCTION	(416)	0	(416)
17. INFORMATION SERVICES REDUCTIONS	(34)	(32)	(66)
18. TRAVEL MANAGEMENT SAVINGS	(56)	(92)	(148)
19. INTERAGENCY BILLINGS	(292)	(292)	(584)
20. INFLATION	(1,457)	0	(1,457)
21. DRINKING WATER/WATER QUAL ACCT	(2,997)	2,997	0
22. PSEA/DRUG FUND REALIGNMENT	0	(68)	(68)
23. BALANCE DRUG FUND	0	(35)	(35)
24. EMS/TRAUMA LICENSING FEES	(1,176)	1,176	0
25. HEALTH REFORM - PUBLIC HEALTH	0	20,000	20,000
26. HEALTH REFORM - DATA	0	3,530	3,530
27. HEALTH REFORM - DOH ACTIVITIES	(4,209)	5,723	1,514
28. CONSOLIDATED MAIL SAVINGS	(220)	(318)	(538)
29. ADMINISTRATION REDUCTION	(1,682)	(1,853)	(3,535)
30. FTE REDUCTION	(121)	(214)	(335)
31. TRAVEL REDUCTION	(301)	0	(301)
TOTAL 1993-95 BIENNIUM	92,520	260,089	352,609

Comments:

1. LABORATORY - RAPID TESTING - Funds are provided for new testing kits that will allow the state laboratory to provide test results for tuberculosis and measles within 24 hours. Rapid diagnosis of these diseases will help contain or prevent outbreaks and avoid the cost of unnecessary precautionary treatments.
2. MAXIMIZE USE OF OTHER FUNDS - Federal, local, and dedicated funds are maximized resulting in GF-State savings.
3. CASELOAD/CONTRACTS/PROGRAM CUTS - The following programs were reduced: migrant health clinics, first steps child care, drinking water consultation, consultation with school districts, health professions resources plan, emergency

Department of Health

- medical services grants, trauma system planning, and training of health professionals about Sudden Infant Death Syndrome.
4. **TRANSFER KIDNEY DIALYSIS TO DSHS** – The kidney dialysis program is transferred from the Department of Health to Medical Assistance within DSHS. This program covers kidney dialysis treatments for low income individuals. This program transfer will allow DSHS to better coordinate the delivery of these state–funded services with Medicaid–financed services.
 5. **REDUCE DENTAL CARE** – Funding is reduced for restorative dental care for low income clients that do not qualify for Medicaid services. Remaining program funding is transferred to the Health Care Authority in item 14.
 6. **REDUCE CHILDRENS HOSPITAL** – Funding is provided for Children’s Hospital and Medical Center to provide services to children with special health care needs from the Health Services Account.
 7. **CHILDRENS DIAGNOSIS & TREATMENT** – Funding is reduced to agencies for the treatment and diagnosis of children with special needs by 54 percent.
 8. **CONSOLIDATED POISON CONTROL CENTER** – GF–State funding currently provided to the four regional poison control centers supported by the agency is eliminated. Funding for a single, statewide poison control center is provided in item 25, from the Public Health Account established in Chapter 492, Laws of 1993 (E2SSB 5304 Health Care Reform).
 9. **YOUTH TOBACCO ENFORCEMENT** – Funding is provided for the enforcement of a new federal statute prohibiting the sale of tobacco products to minors. Funding is provided from the Youth Tobacco Prevention Account which is established in Chapter 507, Laws of 1993 (ESHB 2071). This bill increases fees for tobacco retailers and for tobacco vending machines which are deposited into this account.
 10. **WATER FEES INCREASE** – Chapter 306, Laws of 1993 (SHB 1357) requires the Department of Health to charge fees for certification of water system operators. The program is to be self–supporting through fees, resulting in GF–State savings.
 11. **NON–MEDICAID MATERNITY TRANSFER** – The non–Medicaid maternity program for undocumented alien pregnant women is transferred to Medical Assistance within DSHS. This transfer allows the state to receive federal matching funds and provide expanded services to twice as many low income pregnant women.
 12. **HIV INSURANCE FUNDS TRANSFER** – Funding for the Northwest AIDS Foundation to purchase insurance premiums for persons with HIV who are in danger of losing their insurance coverage is transferred to Medical Assistance within DSHS. Within Medical Assistance, savings are achieved as Medicaid costs are avoided by continuation of insurance coverage and preventing exhaustion of remaining resources on health care expenditures until the individuals become eligible for Medical Assistance.
 13. **PROFESSIONAL LICENSING MONITORING** – Funding is provided out of the Health Professions Account for monitoring of medical providers without a license as prescribed in Chapter 492, Laws of 1993 (E2SSB 5304 Health Care Reform).
 14. **COMMUNITY CLINICS TRANSFER** – The community clinic and dental services funding is transferred to the Health Care Authority, as required by Chapter 492, Laws of 1993 (E2SSB 5304 Health Care Reform).
 15. **STATE TOXICS ACCOUNT REDUCTIONS** – Various health monitoring programs supported by the State Toxics Account are reduced by 18 percent. This will result in a reduction of drinking water samples collected and analyzed, site investigations and health education.
 16. **PUGET SOUND WATER PLAN REDUCTION** – Funding to support the Puget Sound Water Quality Authority planning efforts is reduced by 14 percent. Funding is reduced for the following programs: Marina/Boating Task Force; monitoring of boating areas; laboratory quality assurance and control; and ambient monitoring and data management.
 17. **INFORMATION SERVICES REDUCTIONS** – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
 18. **TRAVEL MANAGEMENT SAVINGS** – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
 19. **INTERAGENCY BILLINGS** – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
 20. **INFLATION** – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
 21. **DRINKING WATER/WATER QUAL ACCT** – Funding for the Department of Health’s drinking water program is shifted to the Water Quality Account, resulting in GF–State savings. The Water Quality Account was established to finance water pollution activities of this type.
 22. **PSEA/DRUG FUND REALIGNMENT** – Funding for the head injury prevention program from the public safety and education account is eliminated.
 23. **BALANCE DRUG FUND** – All programs funded from the state drug enforcement and education account are reduced by 6.9 percent to balance the fund. This reduction reduces funding for an ambulatory treatment facility for women with HIV/AIDS.
 24. **EMS/TRAUMA LICENSING FEES** – Currently, all health profession and facility certification and regulatory programs are funded through fees, with the exception of emergency medical services personnel, ambulance and trauma facilities. This item would require that the licensing and certification program for medical services personnel, ambulance services and trauma facilities be funded through fees.
 25. **HEALTH REFORM – PUBLIC HEALTH** – Public health programs are enhanced by \$20 million from the public health services account established in Chapter 492, Laws of 1993 (E2SSB 5304 Health Care Reform). Enhancements include: funding for local health department’s throughout the state, distributed on a per capita basis (\$10 million); immunizations

Department of Health

(\$1 million); teen pregnancy prevention (\$2.75 million); advertising to discourage substance abuse and encourage sexual abstinence among teens (\$1 million); a state consolidated poison information center (\$3.9 million); expanded family planning services for low income women (\$1 million); a public health improvement plan (\$250 thousand); and a multi-cultural assistance program (\$100 thousand).

26. HEALTH REFORM – DATA – Provides funding from the Health Services Account to provide comprehensive health data systems mandated by Chapter 492, Laws of 1993 (E2SSB 5304 Health Care Reform).
27. HEALTH REFORM – DOH ACTIVITIES – Provides \$7.6 million from the Health Services Account for: recruitment and retention of primary care providers (\$1.5 million); Children's Hospital (\$1.9 million); training for emergency medical service personnel (\$1.948 million); malpractice coverage for volunteer primary care providers (\$280,000); development of the health personnel improvement plan (\$613,000); funding for the Board of Health and health policy activities (\$1.375 million).
28. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
29. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.
30. FTE REDUCTION – State agency non-administrative staff are reduced by about 10 percent through a gradual cutback during the biennium.
31. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Department of Corrections

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	501,840	49,714	551,554
1993 SUPPLEMENTAL	10,976	(448)	10,528
TOTAL 1991-93 BIENNIUM	512,816	49,266	562,082
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	699,912	26,119	726,031
POLICY ITEMS			
1. FUND SHIFT FROM DRUG FUND	(10,988)	10,988	0
2. DELAY PRISON EXPANSION	(8,486)	0	(8,486)
3. REDUCE ENERGY COSTS	(282)	0	(282)
4. RESTORE 92 HEADQUARTER REDUCTION	661	0	661
5. LOCAL GOVERNMENT IMPACT FUNDS POOL	850	0	850
6. RETROSPECTIVE RATINGS	0	147	147
7. FERRY / BARGE BUY-OUT	0	1,075	1,075
8. IMPLEMENT RECYCLING PROGRAMS	(16)	0	(16)
9. REDUCE EQUIPMENT AND FUEL COSTS	(22)	0	(22)
10. STAFF TRANSFER TO BETTERMENT FUNDS	(254)	0	(254)
11. INFORMATION SERVICES REDUCTIONS	(298)	0	(298)
12. TRAVEL MANAGEMENT SAVINGS	(88)	(10)	(98)
13. INTERAGENCY BILLINGS	(155)	0	(155)
14. INFLATION	(7,168)	(3)	(7,171)
15. PSEA/DRUG FUND REALIGNMENT	33,963	(34,108)	(145)
16. SUPERVISION MISDEMEANANTS	(1,353)	0	(1,353)
17. CORRECTIONAL INDUSTRIES FUND SHIFT	(1,566)	0	(1,566)
18. CONSOLIDATED MAIL SAVINGS	(188)	(10)	(198)
19. ADMINISTRATION REDUCTION	(2,519)	(326)	(2,845)
20. EQUIPMENT REDUCTION	(850)	0	(850)
21. TRAVEL REDUCTION	(514)	0	(514)
TOTAL 1993-95 BIENNIUM	700,639	3,872	704,511

Comments:

1. FUND SHIFT FROM DRUG FUND – Drug Enforcement and Education account funding is shifted to support the operation of the state prisons.
2. DELAY PRISON EXPANSION – The phased opening of new prison beds is delayed in conjunction with population reduction measures associated with Chapter 338, Laws of 1993 (ESHB 1922 Work Ethic Camp) and Chapter 419, Laws of 1993 (SHB 1727 Alien Offenders). In addition, funding provided for work training release facilities is delayed until the 1995-97 biennium.
3. REDUCE ENERGY COSTS – The department will initiate a system-wide effort to reduce energy consumption through conservation and efficiencies.
4. RESTORE 92 HEADQUARTER REDUCTION – This adjustment restores 1992 Supplemental Budget savings taken due to planned delays in the expansion of headquarters staff which were provided to keep up with the workload associated with the expanding prison population.
5. LOCAL GOVERNMENT IMPACT FUNDS POOL – Funding is provided to Pierce County for local government impacts resulting from the expansion of the Washington Corrections Center for Women.
6. RETROSPECTIVE RATINGS – Additional funding is provided from the Industrial Insurance Refund Account to enhance the agency's risk management and safety in the work place program.
7. FERRY / BARGE BUY-OUT – The debt service on a passenger-only ferry and barge serving the McNeil Island Corrections Center is cashed out. Outright purchase eliminates future debt service costs for the department.
8. IMPLEMENT RECYCLING PROGRAMS – Savings are assumed due to reduced waste disposal costs from the initiation of a system-wide recycling program.
9. REDUCE EQUIPMENT AND FUEL COSTS – Through conservation and efficiencies, the department will reduce costs for equipment and fuel.

Department of Corrections

Governor's Vetoes:

The Governor vetoed a proviso in section 226 that required the department to address the mental health needs of inmates.

10. **STAFF TRANSFER TO BETTERMENT FUNDS** – Certain staff currently funded by the general fund will be funded from the Betterment Fund, which derives revenue from inmate stores and pay phone collections.
11. **INFORMATION SERVICES REDUCTIONS** – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
12. **TRAVEL MANAGEMENT SAVINGS** – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
13. **INTERAGENCY BILLINGS** – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
14. **INFLATION** – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
15. **PSEA/DRUG FUND REALIGNMENT** – Eliminates the use of the Drug Enforcement and Education Account for operating expenditures in the department, with the exception of programs that are directly related to drug intervention or treatment.
16. **SUPERVISION MISDEMEANANTS** – The department has the responsibility to supervise all felony inmates while on community supervision. County probation departments supervise persons convicted of misdemeanors. Currently, the DOC supervises inmates convicted in Superior Court whose case has been pled down to a misdemeanor. Because there is no legal mandate that the state pay for the supervision of these misdemeanants, funding for this function is eliminated.
17. **CORRECTIONAL INDUSTRIES FUND SHIFT** – Part of the additional funding provided in the essential requirements level for expanding correctional industries programs is shifted to the federal Bureau of Justice Assistance grant which is appropriated in the Department of Community Development's budget. This funding will be transferred to DOC for expansion of Correctional Industry programs at the new correctional institutions.
18. **CONSOLIDATED MAIL SAVINGS** – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
19. **ADMINISTRATION REDUCTION** – Agency administrative staff are reduced by about 15 percent.
20. **EQUIPMENT REDUCTION** – Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program.
21. **TRAVEL REDUCTION** – Agency GF–State travel expenditures are reduced by a total of 25 percent.

Department of Corrections

Workload History By Fiscal Year

	<u>FY88</u>	<u>FY89</u>	<u>FY90</u>	<u>FY91</u>	<u>FY92</u>	<u>Estimate</u>		
						<u>FY93</u>	<u>FY94</u>	<u>FY95</u>
Work Release								
EOM Population Average	635	600	670	820	1,169	1,068	1,014	1,069
% Change from prior year		-5.5%	11.7%	22.4%	42.6%	-8.6%	-5.1%	0.1%
Community Supervision								
# Active Offenders	29,480	28,800	33,250	35,655	38,647	44,780	48,440	53,100
% Change from prior year		-2.3%	15.5%	7.2%	8.4%	15.9%	8.2%	18.6%
Institutions								
EOM Population Average	5,983	6,510	6,647	7,441	8,387	9,080	9,523	10,053
% Change from prior year		8.8%	2.1%	11.9%	12.7%	8.3%	4.9%	10.7%

NOTES:

EOM – Fiscal Year average of End of Month workloads.

Data Sources:

*FY88 through FY92 Work Release and Institutions from LEAP workload data base;
FY93 Estimates and all of Community Supervision from DOC Planning and Research;
FY94 and FY95 from Legislative Conference Budget.*

Department of Services for the Blind

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	2,844	9,732	12,576
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	2,966	10,138	13,104
POLICY ITEMS			
1. LOCAL FUNDS INTEREST FOR MATCH	0	320	320
2. ELIMINATE AGE 7-13 SERVICES	(124)	0	(124)
3. REDUCE VOCATIONAL REHAB PROGRAM	(126)	(378)	(504)
4. TRAVEL MANAGEMENT SAVINGS	(2)	(8)	(10)
5. INTERAGENCY BILLINGS	9	29	38
6. INFLATION	(90)	(149)	(239)
7. BUSINESS ENTERPRISE MATCH	0	376	376
8. CONSOLIDATED MAIL SAVINGS	(2)	(4)	(6)
9. TRAVEL REDUCTION	(30)	0	(30)
TOTAL 1993-95 BIENNIUM	2,601	10,324	12,925

Comments:

1. LOCAL FUNDS INTEREST FOR MATCH – Authorizes the Department of Services for the Blind to use interest earnings on federal social security incentive payments as match for additional federal funds, in order to place additional persons into employment.
2. ELIMINATE AGE 7-13 SERVICES – Eliminates funding for the agency's consultation services to the families of primary school-aged children.
3. REDUCE VOCATIONAL REHAB PROGRAM – Reduces state and federal vocational rehabilitation funding. Service reductions will be avoided through the new use of Business Enterprise funds described in item 7.
4. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
5. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
6. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
7. BUSINESS ENTERPRISE MATCH – Avoids a proposed reduction in state and federal vocational rehabilitation services for people with blindness by changing the way in which management of the Business Enterprise Program is funded. Under Chapter 369, Laws of 1993 (SB 5984), some of the profits from vending machines in state buildings can be transferred to the vocational rehabilitation program, where they can earn federal matching funds for direct service delivery. Essential management activities in the Business Enterprise Program which are presently funded with these profits will instead be funded through the vocational rehabilitation program, with assistance from federal matching funds.
8. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
9. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Agency 324

Washington Basic Health Plan
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	40,714	8,348	49,062
1993 SUPPLEMENTAL	(1,000)	0	(1,000)
TOTAL 1991-93 BIENNIUM	39,714	8,348	48,062
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	40,275	8,368	48,643
POLICY ITEMS			
1. MAINTAIN 24,000 WITH PRE. DRUG BEN.	(39,913)	55,361	15,448
2. ACCESS EXPANSION	0	101,200	101,200
3. TRAVEL MANAGEMENT SAVINGS	(2)	0	(2)
4. INTERAGENCY BILLINGS	(295)	0	(295)
5. INFLATION	(65)	0	(65)
6. TRANSFER TO HEALTH CARE AUTHORITY	0	(164,929)	(164,929)
TOTAL 1993-95 BIENNIUM	0	0	0

Comments:

1. MAINTAIN 24,000 WITH PRE. DRUG BEN. – Chapter 492, Laws of 1993 (E2SSB 5304 Health Care Reform) expands basic health coverage to include prescription drugs. This item maintains enrollment at current levels, adds the drug benefit, and transfers funding for the Basic Health Plan from the GF-State to the Health Services Account.
2. ACCESS EXPANSION – Chapter 492, Laws of 1993 (E2SSB 5304 Health Care Reform) provides funding for health care access for low income residents. The budget calls for the Basic Health Plan to maximize its expansion potential by coordinating its coverage with Medicaid. An additional 44,000 adults and children will be covered through the Basic Health Plan. In addition, a significant portion of the 112 children uninsured children covered by the Medicaid expansion will be covered through the Basic Health Plan.
3. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
4. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
5. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
6. TRANSFER TO HEALTH CARE AUTHORITY – Chapter 492, Laws of 1993 (E2SSB 5304 Health Care Reform) consolidates the Basic Health Plan with the Health Care Authority. Appropriations are shown in the Authority's budget.

Sentencing Guidelines Commission
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	706	0	706
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	656	0	656
POLICY ITEMS			
1. INTERAGENCY BILLINGS	22	0	22
2. INFLATION	(7)	0	(7)
3. CONSOLIDATED MAIL SAVINGS	(6)	0	(6)
4. TRAVEL REDUCTION	(3)	0	(3)
TOTAL 1993-95 BIENNIUM	662	0	662

Comments:

1. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
2. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
3. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
4. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Department of Employment Security

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	436	301,348	301,784
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	860	337,038	337,898
POLICY ITEMS			
1. CLAIMANT PLACEMENT STATE SHARE	0	874	874
2. CLAIMANT PLACEMENT ENHANCEMENT	0	0	0
3. HANDICAPPED CENTER REDUCTION	0	(270)	(270)
4. EX-OFFENDER FUND SWITCH	(802)	778	(24)
5. OLD AGE SURVIVOR INSURANCE	(8)	0	(8)
6. LABOR MARKET INFORMATION	0	50	50
7. FRAUD OVERPAYMENT INTEREST	0	88	88
8. EMPLOYMENT AND TRAINING LEG	0	7,900	7,900
9. EMPLOYMENT STATISTICS STUDY	0	60	60
10. TRAVEL MANAGEMENT SAVINGS	0	(74)	(74)
11. INTERAGENCY BILLINGS	0	(779)	(779)
12. INFLATION	(25)	0	(25)
13. WASHINGTON SERVES	400	0	400
14. YOUTH GANG PREVENTION PROGRAM	275	0	275
15. TIMBER PROGRAM REAUTHORIZATION	300	0	300
16. SUPPORTED EMPLOYMENT SERVICES	400	0	400
17. CONSOLIDATED MAIL SAVINGS	0	(27)	(27)
18. ADMINISTRATION REDUCTION	0	(1,809)	(1,809)
19. TRAVEL REDUCTION	(3)	0	(3)
20. SB 5703 - LABOR MARKET INFO	0	100	100
TOTAL 1993-95 BIENNIUM	1,397	343,929	345,326

Comments:

1. CLAIMANT PLACEMENT STATE SHARE - Established in 1985 to support intensive reemployment services to Unemployment Insurance (UI) claimants, the Claimant Placement Program is funded by a 0.02 percent surcharge to each employer's UI contribution rate. The revenues are collected using the UI tax collection system. The federal government has required the agency to share in the costs of that system. This item provides \$874,000 for the state share of the tax collection cost. (Employment Services Administrative Account-Federal)
2. CLAIMANT PLACEMENT ENHANCEMENT - Additional Employee Services Administrative Account revenue will be used to support existing employment services programs funded currently from the Administrative Contingency fund. (Employment Services Administrative Account)
3. HANDICAPPED CENTER REDUCTION - Authorizes the agency to shift the Resource Center for the Handicapped currently funded by the Administrative Contingency Fund to the Unemployment Compensation Account, which supports the department's basic employment services. (Unemployment Compensation Account)
4. EX-OFFENDER FUND SWITCH - The Ex-Offender Program received \$800,000 during the 1991-93 biennium, half from the GF-State and half from the Administrative Contingency fund. In this item, all GF-State funding for the Ex-Offender program is eliminated and replaced with funding from the Administrative Contingency fund.
5. OLD AGE SURVIVOR INSURANCE - Reduces the Old Age Survivor Insurance GF-State portion by 16 percent. Funding is provided from the GF-State to collect social security taxes on unpaid accounts.
6. LABOR MARKET INFORMATION - Chapter 62, Laws of 1993 (SB 5703) gives the department authority to recover costs for providing labor market information to private entities through the collection of fees. Currently, the department provides this information to public agencies. (Unemployment Compensation Account)
7. FRAUD OVERPAYMENT INTEREST - Chapter 483, Laws of 1993 (ESSB 5702) authorizes the department to charge 1 percent interest on fraudulent unemployment insurance overpayments to fund fraud detection efforts.
8. EMPLOYMENT AND TRAINING LEG - Funds are provided to enhance job service assistance administration through the passage of Chapter 226, Laws of 1993 (ESHB 1988).
9. EMPLOYMENT STATISTICS STUDY - Provides funds to the Labor Market and Economic Analysis Division for a study to improve the current Employment Statistics Program and to

Department of Employment Security

implement the new methodology. The improvement from this study will be useful to the Economic and Revenue Forecast Council and the Office of Financial Management in fulfilling their forecasting functions.

10. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
11. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
12. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
13. WASHINGTON SERVES – Provides funds to enact Chapter 7, Laws of 1993 1st sp.s. (SHB 1969), creating the Washington Serves program to provide volunteer work opportunities for people over age 21.
14. YOUTH GANG PREVENTION PROGRAM – Provides funds to be transferred to the Department of Community Development to enact Chapter 497, Laws of 1993 (ESHB 1333), which creates the Youth Gang Violence Program for elementary and high school aged children.
15. TIMBER PROGRAM REAUTHORIZATION – GF–State funding is provided to implement the provisions of Chapter 316, Laws of 1993 (ESHB 1529), relating to timber programs reauthorization.
16. SUPPORTED EMPLOYMENT SERVICES – Continues funding for the supported employment services program from the GF–State. The program was formerly funded through the administration contingency account.
17. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
18. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.
19. TRAVEL REDUCTION – Agency GF–State travel expenditures are reduced by a total of 25 percent.
20. SB 5703 – LABOR MARKET INFO – Under Chapter 62, Laws of 1993, the Department of Employment Security is given authority to manage statewide, comprehensive labor market and occupational supply and demand system.

For further information, see the schedule entitled "Appropriations Contained Within Other Legislation" in the Revenue Section of this document.

Governor's Vetoes:

The Governor vetoed section 229(16), which provided that \$2 million of the Employment and Training Trust Fund appropriation could be used only for thirteen job service centers located on community and technical college campuses.

Natural Resources

Administrative and Operating Efficiencies

In various natural resources agencies, administrative and managerial staffing is reduced by a total of 151 FTEs, or by about 15 percent. Across-the-board reductions and efficiencies in other operating budget areas such as travel, data processing, postage, and printing and supplies are anticipated to result in total GF-State savings of \$18.6 million.

Environmental Restoration

New funding totalling \$6.5 million GF-State is provided to address critical ecosystem management needs in watersheds and forests. The Department of Natural Resources will receive one-half of the new funding to provide work opportunities for displaced workers in timber communities by performing alternative forestry techniques. The Department of Ecology will receive the other half of funding for labor intensive grant projects to implement watershed action plans and address water quality problems.

Stewardship Needs on State Lands

Over \$5 million in new GF-State funds are provided to address critical stewardship needs on state recreation, wildlife, and habitat lands. Of this amount, \$4 million is provided to re-activate and expand the Washington Conservation Corps. Young people, between the ages of 18 and 25, will be given the opportunity to work on state park lands, recreational, timber, and wildlife land to address critical conservation, operation, and maintenance issues.

Forest Practices Compliance

Two million dollars GF-State is provided through fees established in Chapter 443, Laws 1993 (ESSB 5981) for workload associated with new forest practice rules on watershed analysis.

Consolidation of the Departments of Fisheries and Wildlife

Chapter 2, Laws of 1993 1st sp.s. (ESHB 2055) merges the Departments of Fisheries and Wildlife. The merger is effective July 1, 1994 and is anticipated to save \$2 million in total funds during the 1993-95 biennium.

Fisheries Enhancement

Increased funding of \$2 million from the Aquatic Lands Enhancement Account is provided for efforts to restore wild salmon stocks and for increased shellfish management, including additional fisheries patrol officers.

In addition, Chapter 17, Laws of 1993 1st sp.s. (ESSB 5980) simplifies and increases recreational and commercial food fish licenses for the continuation of fisheries hatcheries and management programs, raising \$3.2 million in fees for deposit in the general fund. Moreover, as part of the merger of the departments of Fisheries and Wildlife, a surcharge which will raise approximately \$4 million is enacted on Puget Sound recreational salmon licenses for the enhancement of recreational fishing opportunities.

Water Resources and Water Quality

Additional funding is provided to address water quality and water availability issues. Legislative actions include: an expansion of the water quality permit program providing \$3.5 million to address stormwater runoff, dairy wastes, biosolids disposal, and permits at the Hanford Nuclear Reservation; \$2 million to continue the water rights data management project; \$500,000 to participate with Oregon in a study of lower Columbia River water quality; \$256,000 to initiate a water resource planning effort in the Central Puget Sound Basin; and \$400,000 to complete regional water resource pilot projects in the Dungeness/Quilcene and Methow watersheds.

Air Quality Programs

The Department of Ecology will implement a permit fee program for stationary sources of air pollution as required by the Federal Clean Air Act and expand the state's auto inspection and maintenance program in King, Snohomish and Spokane counties and begin inspections for the first time in Clark and Pierce counties.

State Parks Camping Fees

The budget requires the State Parks Commission to increase revenues from state parks by \$7.7 million in order to avoid park closures.

Department of Agriculture Administration Fund Shift

The state general fund has historically supported all administration costs for the Department of Agriculture, although the general fund represents only about 30 percent of the total funding for the department. The budget, therefore, transfers \$2.9 million from agricultural local funds to offset an equal amount of GF-State administration reduction.

Consolidation of Trade and Community Development

Pursuant to Chapter 280, Laws of 1993 (ESSB 5868), the Department of Community Development and the Department of Trade and Economic Development are merged into the newly created department effective July 1, 1994. This merger will result in greater coordination of services and will save the general fund approximately \$1.2 million in administrative costs.

Russian Trade Office

The amount of \$120,000 is provided to establish an overseas trade office in the Russian Far east. The State currently funds trade offices in Paris, Taiwan, and Tokyo.

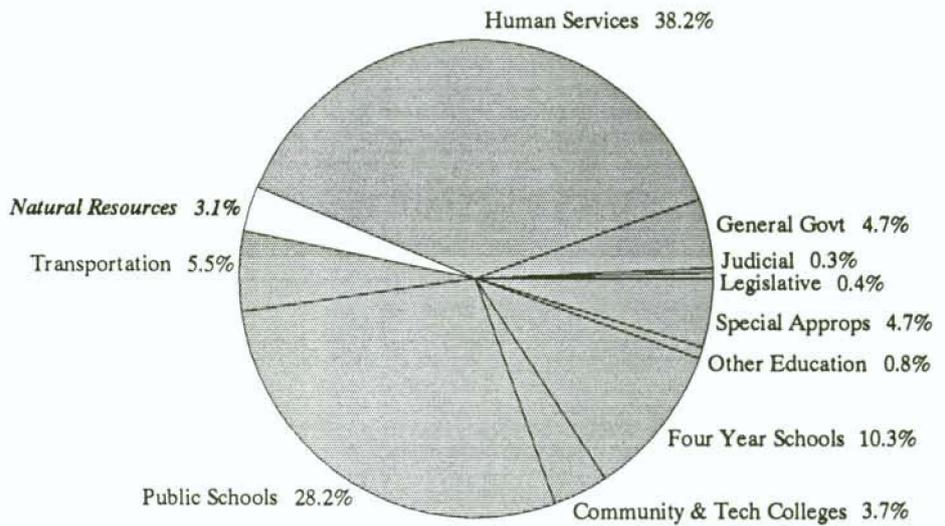
Tourism and Local Economic Development

The final legislative budget includes \$1.5 million to promote the off-season tourism market. In addition, a total of \$1.0 million is provided to develop local economic capacity and diversification.

Washington State 1993-95 Operating Budget Total Budgeted Funds

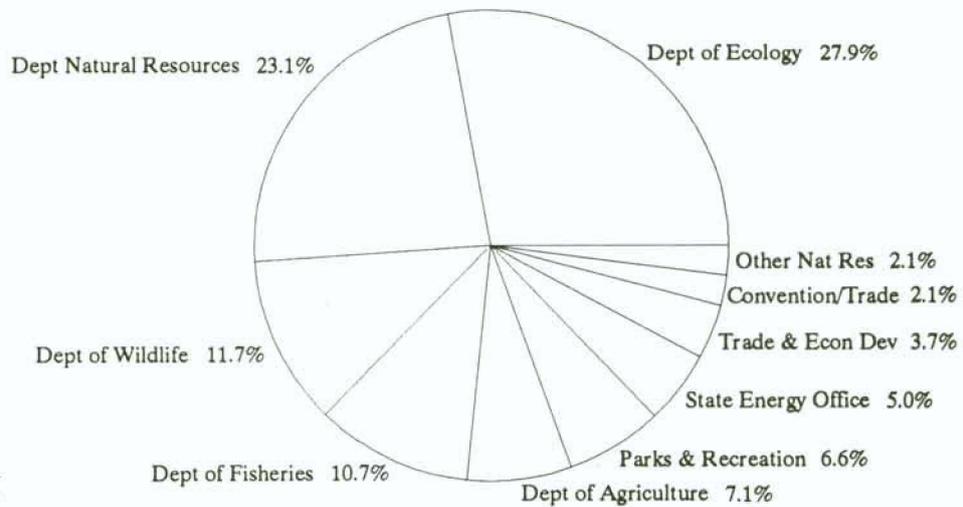
(Dollars in Thousands)

Legislative	108,635
Judicial	98,894
General Government	1,407,183
Human Services	11,397,453
Natural Resources	937,174
Transportation	1,625,958
Public Schools	8,409,691
Community & Tech Colleges	1,104,194
Four Year Schools	3,082,669
Other Education	229,052
Special Appropriations	1,404,056
Statewide Total	29,804,959



Washington State

Dept of Ecology	261,607
Dept of Natural Resources	216,718
Dept of Wildlife	109,194
Dept of Fisheries	100,082
Dept of Agriculture	66,727
Parks & Recreation	61,751
State Energy Office	47,176
Trade & Econ Development	35,018
Convention & Trade Center	19,471
Other Natural Resources	19,430
Natural Resources	937,174

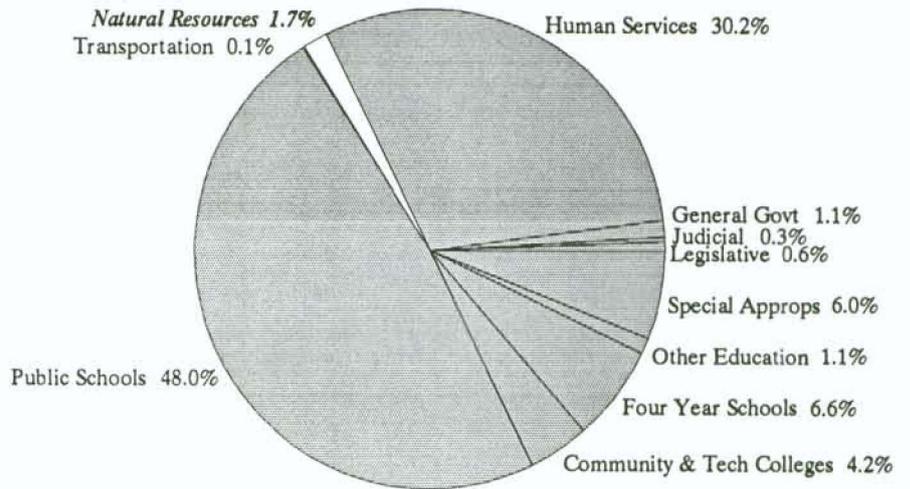


Natural Resources

Washington State 1993-95 Operating Budget General Fund - State

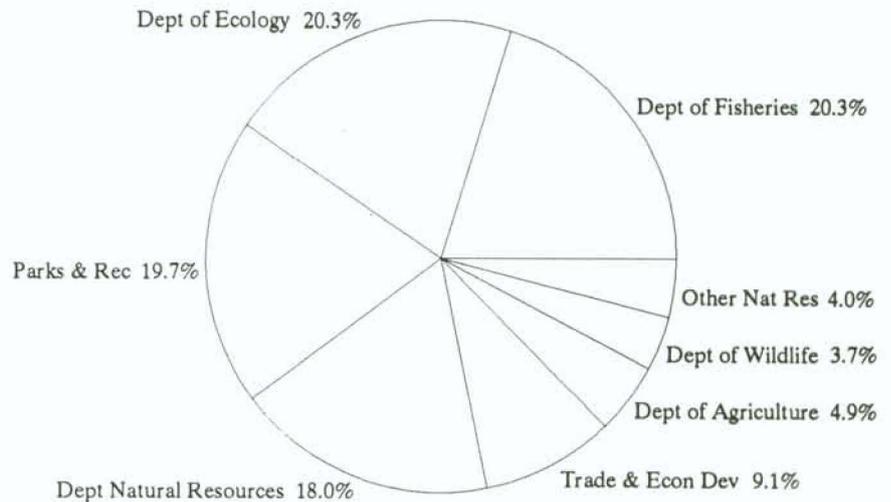
(Dollars in Thousands)

Legislative	101,545
Judicial	55,510
General Government	182,816
Human Services	4,875,185
<i>Natural Resources</i>	<i>274,657</i>
Transportation	20,759
Public Schools	7,753,641
Community & Tech Colleges	676,763
Four Year Schools	1,058,198
Other Education	175,519
Special Appropriations	962,129
Statewide Total	16,136,722



Washington State

Dept of Fisheries	55,740
Dept of Ecology	55,625
Parks & Recreation	54,130
Dept of Natural Resources	49,394
Trade & Econ Development	25,026
Dept of Agriculture	13,462
Dept of Wildlife	10,226
Other Natural Resources	11,054
<i>Natural Resources</i>	<i>274,657</i>



Natural Resources

Washington State Energy Office

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	2,238	49,194	51,432
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	1,974	46,249	48,223
POLICY ITEMS			
1. TRANSPORTATION DEMAND MANAGEMENT	0	766	766
2. EFSEC ENHANCEMENTS	0	194	194
3. ENERGY PROGRAM REDUCTIONS	(85)	0	(85)
4. REDUCE ENERGY LIBRARY	(122)	0	(122)
5. TRAVEL MANAGEMENT SAVINGS	(2)	(30)	(32)
6. INTERAGENCY BILLINGS	2	8	10
7. INFLATION	(42)	(690)	(732)
8. CONSOLIDATED MAIL SAVINGS	0	(9)	(9)
9. ADMINISTRATION REDUCTION	(88)	(830)	(918)
10. EQUIPMENT REDUCTION	(18)	0	(18)
11. FTE REDUCTION	(75)	0	(75)
12. TRAVEL REDUCTION	(26)	0	(26)
TOTAL 1993-95 BIENNIUM	1,518	45,658	47,176

Comments:

1. TRANSPORTATION DEMAND MANAGEMENT – In the 1991 session, the Legislature adopted 2SHB 1671 which directed the Energy Office to take the lead in reducing traffic congestion and improving air quality through the Transportation Demand Management (TDM) program. This request provides funding for staff training, consumer survey and program evaluation of the State's TDM program.
2. EFSEC ENHANCEMENTS – The Federal Emergency Management Agency (FEMA) is requiring an increased capability for emergency response planning around the WNP-2 nuclear power station. Pass through interagency funding is provided for this effort.
3. ENERGY PROGRAM REDUCTIONS – Funding for several energy conservation planning activities is reduced. These activities include industrial conservation planning and bioenergy development.
4. REDUCE ENERGY LIBRARY – Funding for the Washington State Energy Library is reduced by 75 percent. The remaining funds for the library will be used by the Office to leverage private or federal funds to support its continued operation.
5. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
6. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
7. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
8. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
9. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.
10. EQUIPMENT REDUCTION – Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program.
11. FTE REDUCTION – State agency non-administrative staff are reduced by about 10 percent through a gradual cutback during the biennium.
12. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Columbia River Gorge Commission
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	520	482	1,002
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	520	506	1,026
POLICY ITEMS			
1. BALANCE TO OREGON JOINT PROGRAM	48	20	68
2. INTERAGENCY BILLINGS	16	16	32
3. INFLATION	(6)	0	(6)
4. TRAVEL REDUCTION	(4)	0	(4)
TOTAL 1993-95 BIENNIUM	574	542	1,116

Comments:

1. BALANCE TO OREGON JOINT PROGRAM – This item includes an adjustment to the joint Oregon/Washington program budget, in order to match the Oregon budget for the Commission.
2. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
3. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
4. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Department of Ecology
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	62,530	185,936	248,466
1993 SUPPLEMENTAL	(6,730)	(3,882)	(10,612)
TOTAL 1991-93 BIENNIUM	55,800	182,054	237,854
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	61,089	189,820	250,909
POLICY ITEMS			
1. LAB ACCREDITATION	190	0	190
2. LOWER COLUMBIA RIVER WATER QUALITY	0	464	464
3. WATER RESOURCES REGIONAL PLANS	400	0	400
4. FEDERAL FUNDS - HANFORD	0	7,232	7,232
5. NORTHWEST SPILL RESPONDER	0	96	96
6. I/M PROGRAM EXPANSION	1,900	0	1,900
7. FEDERAL FUNDS FOR WETLANDS AND CZM	(608)	1,216	608
8. WATER QUALITY PERMIT FEE PROGRAM	(872)	4,366	3,494
9. REVOLVING LOAN FUND PROGRAM	0	144	144
10. TOXICS - PREPAYMENT AGREEMENTS	0	400	400
11. CORRECTIVE ACTIONS ON RCRA SITES	0	1,608	1,608
12. EMPLOYEE SAFETY PROGRAM	0	42	42
13. PRIVATE DONATIONS FOR PADILLA BAY	0	50	50
14. AQUATIC PLANT GRANTS	0	956	956
15. SHIFT COSTS TO OTHER FUNDS	(968)	676	(292)
16. GRANTS TO LOCAL AIR AUTHORITIES	(1,002)	0	(1,002)
17. WASTE PROGRAMS	(354)	0	(354)
18. REDUCE WATER RESOURCES GRANTS	(444)	0	(444)
19. REDUCE WCC PROGRAM	(766)	0	(766)
20. ADJUST TO REVENUE	0	(1,958)	(1,958)
21. REAUTHORIZE AIR OPERATING FEES	0	5,222	5,222
22. CONTINGENCY PLANS	0	258	258
23. SOLID WASTE MANAGEMENT ACCOUNT	0	10,200	10,200
24. WELL DRILLERS	(452)	1,174	722
25. WATER RIGHTS DATA MANAGEMENT	2,000	0	2,000
26. WATER RIGHTS ADMINISTRATION	(2,375)	0	(2,375)
27. JT SEL COMM ON WATER RESOURCES	(200)	0	(200)
28. WATER POLICY	256	0	256
29. GRANT PROGRAM ADMIN REDUCTION	0	(788)	(788)
30. PSWQA PLAN GF-S FUND SHIFT	(710)	710	0
31. STATE TOXICS ACCOUNT REDUCTIONS	0	(11,312)	(11,312)
32. LITTER CONTROL ACCOUNT REDUCTION	0	(1,940)	(1,940)
33. PSWQA PLAN REDUCTIONS	(978)	0	(978)
34. INFORMATION SERVICES REDUCTIONS	(66)	(116)	(182)
35. TRAVEL MANAGEMENT SAVINGS	(38)	(119)	(157)
36. INTERAGENCY BILLINGS	252	862	1,114
37. INFLATION	(1,051)	(1,050)	(2,101)
38. ENVIRONMENTAL RESTORATION	3,250	0	3,250
39. SHIFT TO CLEAN WASHINGTON CENTER	0	(700)	(700)
40. FLOOD CONTROL ASSISTANCE SUBSIDY	0	(4,000)	(4,000)
41. FLOOD CONTROL FROM PUBLIC WORKS	0	4,000	4,000
42. CONSOLIDATED MAIL SAVINGS	(112)	(382)	(494)
43. ADMINISTRATION REDUCTION	(1,242)	(1,149)	(2,391)
44. FTE REDUCTION	(1,177)	0	(1,177)

Department of Ecology
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
45. TRAVEL REDUCTION	(297)	0	(297)
TOTAL 1993-95 BIENNIUM	55,625	205,982	261,607

Comments:

1. LAB ACCREDITATION – Wastewater dischargers are required to use laboratories accredited by the Department of Ecology to ensure that discharged effluent meets water quality standards. Additional funding of \$190,000 is provided to expand the accreditation program to keep up with the rapidly increasing number of labs seeking accreditation. In addition, increased fees will make the program self-supporting. New fees during the 1993-95 biennium will total about \$763,000.
2. LOWER COLUMBIA RIVER WATER QUALITY – Funding is provided to continue the efforts begun in the 1991-93 biennium to address water quality issues in the Columbia River. Funding is coordinated between Washington, Oregon, ports, and industry. The current authorized level budget includes \$535,000 from the State Toxics Control Account. This item provides an additional \$465,000, bringing the total for the program to \$1,000,000. This funding is equivalent to the amount requested in the State of Oregon budget.
3. WATER RESOURCES REGIONAL PLANS – Ecology estimates that \$400,000 from the 1991-93 biennium budget for the two regional water resource administration pilot projects will not be spent. This amount is provided in the 1993-95 biennium to complete the two regional pilot projects started in the 1991-93 biennium.
4. FEDERAL FUNDS – HANFORD – Increased grants from the federal government will be received to support a variety of activities at the Hanford Reservation. The funds will allow increased activities related to the Hanford Federal Facility Agreement and Consent Order and additional administrative and logistical support to the Technical Steering Panel of the Hanford Environmental Dose Reconstruction Project. In addition, funds may be available to involve both state and tribal officials and citizens in United States Department of Energy's Five Year Plan, the agency's program to clean up nuclear facilities.
5. NORTHWEST SPILL RESPONDER – In order for Ecology to adequately address the increasing number of hazardous materials, funding is provided to retain the Northwest Regional Office Spill Responder.
6. I/M PROGRAM EXPANSION – Washington's Clean Air Act authorized the implementation of an expanded Inspection and Maintenance (I/M) program beginning January 1, 1993. The I/M Program will expand into Clark and Pierce Counties as well as increase the areas currently served under the program in King, Snohomish, and Spokane Counties. In addition, diesel powered cars and cars that change ownership must now be tested. This expansion is self-supporting through fees.
7. FEDERAL FUNDS FOR WETLANDS AND CZM – Appropriation authority is provided for the continuation of federal grants that were received by Ecology's Coastal Zone Management program in the 1991-93 biennium. This item assumes half of the federal funding can replace GF-State funding to the program. The funds are for wetlands protection and preservation programs.
8. WATER QUALITY PERMIT FEE PROGRAM – Additional appropriation authority and 23.9 FTEs are provided for several new initiatives that the wastewater discharge program will undertake in the 1993-95 biennium. New initiatives include municipal and industrial stormwater permits, general permits, biosolids and permits at Hanford. Some existing efforts funded from the GF-State will be shifted to fees, including technical outreach to dischargers, dairy waste permit activities, geographic information system projects, groundwater monitoring, and reviews of discharge monitoring reports.
9. REVOLVING LOAN FUND PROGRAM – The Water Pollution Control Revolving Account was established to administer federal capitalization grant funds. The Federal Clean Water Act established criteria by which the federal wastewater construction program is to be phased out while a state revolving loan program is established to replace it. An additional staff person is provided to administer the increasing number of loans in the state revolving loan program.
10. TOXICS – PREPAYMENT AGREEMENTS – Appropriation authority is required to continue coordination and oversight at two Port of Seattle toxic cleanup sites. These are cost recovery activities, where the responsible party has paid prior to the onset of cleanup activities.
11. CORRECTIVE ACTIONS ON RCRA SITES – Corrective actions clean up wastes improperly stored, disposed of or spilled at Resource Recovery and Conservation Act (RCRA) sites. Ecology must be authorized by the Environmental Protection Agency (EPA) to conduct corrective actions. Ecology is currently negotiating with EPA to receive authority to utilize corrective actions using the Model Toxics Control Act Authority (MTCA). Using MTCA will enable Ecology to receive cost recovery dollars from EPA for clean-up activity at RCRA sites. This activity will be self-supporting.
12. EMPLOYEE SAFETY PROGRAM – Funds became available due to Ecology's Fiscal Year 1991 retrospective Labor and Industries' premium adjustment. Ecology will enhance its employee safety program.
13. PRIVATE DONATIONS FOR PADILLA BAY – Appropriation authority is required for donations received from the Padilla Bay Foundation and local governments. These funds will be used to fund three administrative interns for three months to assist the education coordinator and research scientist.
14. AQUATIC PLANT GRANTS – Additional appropriation authority is provided for the increase in revenues to the Freshwater Aquatic Weeds Account. The largest component of the program is grants to local governments to control freshwater aquatic weeds.

Department of Ecology

15. **SHIFT COSTS TO OTHER FUNDS** – The department has determined that a number of activities are either fee eligible or can be funded from other funds. Consequently, these activities are shifted from the GF–State to the State Toxics Control Account, the Air Operating Permit Fee Account, the Oil Spill Administration Account, the Water Quality Permit Fee Account and federal funds. The amount of the shift to the Air Operating Permit Fee Account is reflected in item 21, Reauthorizing Air Operating Fees.
16. **GRANTS TO LOCAL AIR AUTHORITIES** – The Air program will reduce grants to local air authorities. Local air authorities will have the authority to begin implementing an air operating permit program in the 1993–95 biennium. The revenues from the permit fees are expected to offset the loss of grant dollars from Ecology. In addition, Ecology's regional offices will reduce the amount of technical assistance that will be provided to the local air authorities.
17. **WASTE PROGRAMS** – The number of incinerator inspections will be reduced by 50 percent and one FTE from the solid waste operator's certification program will be eliminated. There will also be 1.25 FTE reduction in the low level waste program.
18. **REDUCE WATER RESOURCES GRANTS** – These funds were provided for the 1991–93 biennium to assist local governments and the tribes in initiating the pilot projects and coordinating the regional planning effort. The Water Resources Program is not anticipating a commitment for these funds in the 1993–95 biennium.
19. **REDUCE WCC PROGRAM** – Specific funding for the Washington Conservation Corps program within the Department of Ecology is eliminated. However, the Corps may be used to implement item 38, Environmental Restoration. In addition, the Corps will be used to implement the Stewardship Program in the Department of Natural Resources, the Department of Wildlife, and the Parks and Recreation Commission.
20. **ADJUST TO REVENUE** – An adjustment is necessary to bring expenditure levels within available revenues.
21. **REAUTHORIZE AIR OPERATING FEES** – Funding is provided to implement Chapter 252, Laws of 1993 (ESHB 1089). Ecology will implement a permit fee program for stationary sources of air pollution as required by the Federal Clean Air Act.
22. **CONTINGENCY PLANS** – The Department of Ecology reviews oil spill contingency plans developed by the oil industry to ensure that facilities are in compliance with the state's regulations, policies, and procedures. Ecology staff also inspect regulated facilities to ensure that they can respond to a spill as indicated in the contingency plan and have adequate clean-up equipment, personnel, and training. Funding for this activity in the 1991–93 biennium was from the State Toxics Account. Funding for this activity is shifted to the Oil Spill Administration Account.
23. **SOLID WASTE MANAGEMENT ACCOUNT** – Chapter 130, Laws of 1993 (2SSB 5288) extends the sunset of the Solid Waste Tax from July 1, 1993 to July 1, 1995. Funding is provided to continue programs funded from the revenues from this tax.
24. **WELL DRILLERS** – GF–State funding for the well construction program is shifted to the Reclamation Revolving Account (\$452,000). Increased funding is provided from the Reclamation Revolving Account (\$723,000) to begin licensing resource protection and monitoring wells, to increase inspections and to improve enforcement. The decrease in the GF–State subsidy and the expansion of the program are supported by increased well drilling operators' license fees and well construction fees provided in Chapter 387, Laws of 1993 (ESHB 1806).
25. **WATER RIGHTS DATA MANAGEMENT** – Increased funding is provided to continue the water rights data management project begun in the 1991–1993 biennium.
26. **WATER RIGHTS ADMINISTRATION** – Funding for the water rights program is reduced in fiscal year 1995. It is the intention of the Legislature to increase fiscal year 1995 funding if legislation is enacted by June 30, 1994, which provides 50 percent of the funding for the program, including the data management project, through fees. A task force, created in Chapter 495, Laws of 1993 (ESHB 1236) will propose a budget and fee plan to the 1994 Legislature.
27. **JT SEL COMM ON WATER RESOURCES** – Funding for the Joint Select Committee on Water Resources, which is scheduled to sunset at the end of the 1991–1993 biennium, is eliminated.
28. **WATER POLICY** – Additional funding is provided to initiate a water resources planning process in the Central Puget Sound basin.
29. **GRANT PROGRAM ADMIN REDUCTION** – A reduction is made to streamline the administration of the Centennial Clean Water Program and to remain within the statutory 3 percent administrative limit.
30. **PSWQA PLAN GF–S FUND SHIFT** – Puget Sound Water Quality Plan elements funded by the GF–State have been determined to be eligible for funding from the Water Quality Permit Fee Account.
31. **STATE TOXICS ACCOUNT REDUCTIONS** – Decreased appropriation authority is necessary to address a revenue shortfall in the State Toxics Control Account. Programmatic reductions will include technical assistance and education on reducing and recycling household hazardous wastes, training on curtailing the use of hazardous substances and the generation of hazardous waste, analysis of data on contaminated sites for risk evaluation purposes, and the clean up of new sites.
32. **LITTER CONTROL ACCOUNT REDUCTION** – A reduction is necessary in the Litter Control Account to meet an anticipated revenue shortfall in the 1993–95 biennium.
33. **PSWQA PLAN REDUCTIONS** – GF–State support is eliminated for Puget Sound Water Quality Authority Plan elements that have been identified as low or medium low priority by the Authority.
34. **INFORMATION SERVICES REDUCTIONS** – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.

Department of Ecology

35. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
36. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
37. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
38. ENVIRONMENTAL RESTORATION – Funding is provided for labor-intensive environmental restoration projects, including projects using the Washington Conservation Corps. Priority will be given to projects which implement watershed action plans.
39. SHIFT TO CLEAN WASHINGTON CENTER – The Department of Ecology's Solid Waste Management Account appropriation is reduced in order to appropriate funds to the Department of Trade and Economic Development for the Clean Washington Center.
40. FLOOD CONTROL ASSISTANCE SUBSIDY – The GF-State subsidy to the Flood Control Assistance Account is suspended for the 1993–95 biennium.
41. FLOOD CONTROL FROM PUBLIC WORKS – Funding for flood control assistance projects will be provided through the Public Works Trust Fund for the 1993–95 biennium.
42. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
43. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.
44. FTE REDUCTION – State agency non-administrative staff are reduced by about 10 percent through a gradual cutback during the biennium.
45. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Washington Pollution Liability Insurance Program

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	903	903
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	915	915
POLICY ITEMS			
1. TRAVEL MANAGEMENT SAVINGS	0	(2)	(2)
2. INTERAGENCY BILLINGS	0	5	5
3. INFLATION	0	(12)	(12)
TOTAL 1993-95 BIENNIUM	0	906	906

Comments:

1. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
2. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
3. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.

State Parks and Recreation Commission

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	53,176	6,683	59,859
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	39,586	22,197	61,783
POLICY ITEMS			
1. 1993-95 OPERATING IMPACTS	0	64	64
2. ENVIRO LEARNING CENTER	0	98	98
3. INCREASE CAMPING FEES	(6,692)	6,692	0
4. REDUCE ENGINEERING POSITION	(62)	0	(62)
5. STATE LANDS STEWARDSHIP	2,824	0	2,824
6. CLEAN VESSEL ACT -- USE FED FUNDS	(150)	150	0
7. REDUCE PSWQA PLAN ELEMENTS	(98)	0	(98)
8. INFORMATION SERVICES REDUCTIONS	(44)	0	(44)
9. TRAVEL MANAGEMENT SAVINGS	(20)	0	(20)
10. INTERAGENCY BILLINGS	112	10	122
11. INFLATION	(854)	0	(854)
12. TRANSFER FEES TO GENERAL FUND	21,906	(21,906)	0
13. BOATING PROGRAM FUND SHIFT	(316)	316	0
14. CONSOLIDATED MAIL SAVINGS	(88)	0	(88)
15. ADMINISTRATION REDUCTION	(820)	0	(820)
16. EQUIPMENT REDUCTION	(250)	0	(250)
17. FTE REDUCTION	(838)	0	(838)
18. TRAVEL REDUCTION	(66)	0	(66)
TOTAL 1993-95 BIENNIUM	54,130	7,621	61,751

Comments:

- | | |
|--|---|
| <p>1. 1993-95 OPERATING IMPACTS - Appropriation authority for local funds is provided to support the operating impacts of capital projects which will be completed in the 1993-95 biennium.</p> <p>2. ENVIRO LEARNING CENTER - Funds are provided to extend the seasonal operation of two existing Environmental Learning Centers (ELC) to full-time. The extension is supported by revenue from fees.</p> <p>3. INCREASE CAMPING FEES - Increased park fees will be used to maintain the operation of state parks by replacing planned GF-State reductions. The State Parks and Recreation Commission is directed to implement fee increases to equal the revenue estimates approved at the January 31, 1993 commission meeting. Day use parking fees may not be implemented as part of the revenue package. The Commission is also directed to adjust boat launch fees to reflect the condition and number of facilities available at the launch site.</p> <p>4. REDUCE ENGINEERING POSITION - An engineering position in the Resources Development Program is eliminated.</p> <p>5. STATE LANDS STEWARDSHIP - Additional funding is provided for maintenance and operations activities on state wildlife lands. The appropriation includes \$1.8 million to provide youth employment through the Washington Conservation Corps. This item also includes funding for the cost of ongoing operations and maintenance of capital facilities which were completed through funds provided in the 1991-93 capital budget.</p> | <p>6. CLEAN VESSEL ACT -- USE FED FUNDS - Increased funding from the Federal Clean Vessel Act is used to replace GF-State expenditures for boat pump out facilities.</p> <p>7. REDUCE PSWQA PLAN ELEMENTS - Non-point source pollution water quality technical assistance provided by State Parks is eliminated. The reduction was made as a part of the overall budget reduction for the Puget Sound Water Quality Plan.</p> <p>8. INFORMATION SERVICES REDUCTIONS - The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.</p> <p>9. TRAVEL MANAGEMENT SAVINGS - Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.</p> <p>10. INTERAGENCY BILLINGS - Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.</p> <p>11. INFLATION - The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.</p> <p>12. TRANSFER FEES TO GENERAL FUND - All camping fee and other park revenues are transferred to the state general</p> |
|--|---|

State Parks and Recreation Commission

fund. The operation of state parks is not affected since Trustland Purchase Account expenditures are replaced with GF–State appropriations.

13. **BOATING PROGRAM FUND SHIFT** – A portion of the department's boating program related to the Puget Sound Water Quality Plan is transferred from the state general fund to the Aquatic Lands Enhancement Account.
14. **CONSOLIDATED MAIL SAVINGS** – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
15. **ADMINISTRATION REDUCTION** – Agency administrative staff are reduced by about 15 percent.
16. **EQUIPMENT REDUCTION** – Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program.
17. **FTE REDUCTION** – State agency non-administrative staff are reduced by about 10 percent through a gradual cutback during the biennium.
18. **TRAVEL REDUCTION** – Agency GF–State travel expenditures are reduced by a total of 25 percent.

Governor's Vetoes:

The Governor vetoed section 305(1), which provided that \$189,000 of the general fund appropriation could only be spent on the Puget Sound water quality management plan.

Interagency Committee for Outdoor Recreation

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	200	2,387	2,587
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	2,438	2,438
POLICY ITEMS			
1. OFFICE RELOCATION	0	75	75
2. COMPUTER EQUIPMENT REPLACEMENT	0	10	10
3. FIREARMS RANGE ACCOUNT ADJUSTMENT	0	(20)	(20)
4. WWRP STAFF TRANSFER	0	136	136
5. TRAVEL MANAGEMENT SAVINGS	0	(4)	(4)
6. INTERAGENCY BILLINGS	0	4	4
7. INFLATION	0	(15)	(15)
8. CONSOLIDATED MAIL SAVINGS	0	(24)	(24)
TOTAL 1993-95 BIENNIUM	0	2,600	2,600

Comments:

1. OFFICE RELOCATION – The agency will relocate to the Natural Resources Building. Additional funding is provided for increased rent.
2. COMPUTER EQUIPMENT REPLACEMENT – Funding is provided to update obsolete equipment.
3. FIREARMS RANGE ACCOUNT ADJUSTMENT – The administrative portion of the Firearms Range Program is adjusted to match capital grant funding.
4. WWRP STAFF TRANSFER – Staffing in the Capital Budget for the administration of the Washington Wildlife and Recreation Program (WWRP) is transferred to the Operating Budget.
5. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
6. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
7. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
8. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.

Environmental Hearings Office

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	1,168	0	1,168
1993 SUPPLEMENTAL	27	0	27
TOTAL 1991-93 BIENNIUM	1,195	0	1,195
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	1,186	0	1,186
POLICY ITEMS			
1. STAFFING ADJUSTMENT	30	0	30
2. INFLATION	(10)	0	(10)
3. TRAVEL REDUCTION	(1)	0	(1)
TOTAL 1993-95 BIENNIUM	1,205	0	1,205

Comments:

1. STAFFING ADJUSTMENT – In the 1992 Supplemental Budget, the Legislature reduced funding for an administrative law judge by \$13,000 for FY93 or \$26,000 per biennium. This item restores this position to approximately half-time.
2. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
3. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Department of Trade & Economic Development

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	32,016	5,530	37,546
1993 SUPPLEMENTAL	(2,661)	0	(2,661)
TOTAL 1991-93 BIENNIUM	29,355	5,530	34,885
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	32,054	4,985	37,039
POLICY ITEMS			
1. ECONOMIC DEVELOPMENT CABINET	(90)	0	(90)
2. REDUCED OFFICE RENT	(52)	0	(52)
3. ELIMINATE LONDON TRADE CONTRACT	(150)	0	(150)
4. GENERAL EXPORT COUNSELING	(100)	0	(100)
5. MARKETPLACE - FEE FOR SERVICES	(400)	150	(250)
6. BUSINESS ASSISTANCE - BULLETIN BRD	(30)	0	(30)
7. REDUCE FOREST PRODUCTS CONTRACTS	(340)	0	(340)
8. TACOMA WORLD TRADE CENTER	(90)	0	(90)
9. WASHINGTON TECHNOLOGY CENTER	(1,500)	0	(1,500)
10. WSU RESEARCH FOUNDATION	(188)	0	(188)
11. FUND SHIFT - CERB	(238)	238	0
12. BUSINESS RECRUITMENT POSITION	(146)	0	(146)
13. REDUCE PNEAP	(258)	258	0
14. REDUCE EFAC	(114)	0	(114)
15. TOURISM TECHNICAL ASSISTANCE	(50)	0	(50)
16. CINTRAFOR CONTRACT	(46)	0	(46)
17. AEROSPACE - TARGETED SECTOR	(70)	0	(70)
18. AGENCY CONSOLIDATION SAVINGS	(500)	0	(500)
19. REDUCE PARIS OFFICE	(100)	0	(100)
20. LOCAL ECONOMIC DEVELOPMENT CAPACITY	292	208	500
21. OFF-SEASON TOURISM INITIATIVE	1,500	0	1,500
22. RUSSIAN TRADE OFFICE	80	40	120
23. ECONOMIC DIVERSIFICATION	500	0	500
24. LITTER ACCOUNT REDUCTION	0	(748)	(748)
25. TRAVEL MANAGEMENT SAVINGS	(20)	(4)	(24)
26. INTERAGENCY BILLINGS	4	0	4
27. INFLATION	(1,584)	0	(1,584)
28. AGENCY REPRIORITIZATION	(1,968)	0	(1,968)
29. MARKETING ENHANCEMENT FUNDING	0	3,975	3,975
30. ENTREPRENEURIAL TRAINING	0	250	250
31. TACOMA WORLD TRADE CENTER	50	0	50
32. CLEAN WASHINGTON CENTER FUND SHIFT	0	700	700
33. CONSOLIDATED MAIL SAVINGS	(29)	0	(29)
34. ADMINISTRATION REDUCTION	(722)	(60)	(782)
35. EQUIPMENT REDUCTION	(92)	0	(92)
36. FTE REDUCTION	(265)	0	(265)
37. TRAVEL REDUCTION	(312)	0	(312)
TOTAL 1993-95 BIENNIUM	25,026	9,992	35,018

Department of Trade & Economic Development

Comments:

1. ECONOMIC DEVELOPMENT CABINET – Funding to staff the Economic Development Cabinet is eliminated. Interagency coordination of economic development policies will be absorbed by remaining staff.
2. REDUCED OFFICE RENT – Consolidation of Seattle-based staff will reduce office space requirements and generate savings.
3. ELIMINATE LONDON TRADE CONTRACT – The department is directed to consolidate its European trade development activities in the Paris office. The London trade contract is eliminated.
4. GENERAL EXPORT COUNSELING – The department's general trade counseling efforts are reduced. Remaining staff will absorb the workload.
5. MARKETPLACE – FEE FOR SERVICES – The Marketplace program which matches buyers with in-state suppliers of goods and services is reduced. In the 1993–95 biennium, a new fund is created for the program and services will be provided on a fee for service basis only. GF–State support for this program will be discontinued.
6. BUSINESS ASSISTANCE – BULLETIN BRD – The Business Assistance Center's electronic bulletin board, currently offered on a toll-free line, will be converted to a 1-900 service.
7. REDUCE FOREST PRODUCTS CONTRACTS – Feasibility studies for the Forest Products Division, which provides comprehensive assistance to wood products manufacturing firms, are reduced by 40 percent.
8. TACOMA WORLD TRADE CENTER – Funding for the Operation Newmarket Program, which is operated by the Tacoma World Trade Center, is reduced.
9. WASHINGTON TECHNOLOGY CENTER – Support for the Washington Technology Center (WTC) is reduced by \$1.5 million. The WTC is directed to consolidate research efforts in areas that present the greatest opportunities for the state's technology industries.
10. WSU RESEARCH FOUNDATION – Funding provided to the Washington State University (WSU) Research Foundation to support the organization through the period of initial start-up is eliminated.
11. FUND SHIFT – CERB – Support for staff of the Community Economic Revitalization Board (CERB) is shifted from the GF–State to the Public Facilities Construction Revolving Loan Account. Loan repayments will be used to offset the administrative origination costs.
12. BUSINESS RECRUITMENT POSITION – One of the department's four business recruitment positions is eliminated. State recruitment targets will be reevaluated by remaining staff.
13. REDUCE PNEAP – GF–State support for the Pacific Northwest Export Assistance Project (PNEAP) is partially offset with anticipated fee revenue. It is the intent of the Legislature that, in the long term, this program will be self supported by fee revenues.
14. REDUCE EFAC – Funding for the Small Business Export Finance Assistance Center (EFAC) is reduced by 25 percent.
15. TOURISM TECHNICAL ASSISTANCE – Technical assistance to local organizations is reduced.
16. CINTRAFOR CONTRACT – Pass-through support for the Center for International Trade in Forest Products (CINTRAFOR) at the University of Washington is reduced. The Center will focus its research capacity on areas which offer the greatest opportunities for significant results.
17. AEROSPACE – TARGETED SECTOR – The department's targeted sector program for the aerospace industry is eliminated. The program works with small to medium-sized aerospace firms to develop a common marketing strategy.
18. AGENCY CONSOLIDATION SAVINGS – This item provides for administrative savings from the consolidation of DTED into the new Department of Community and Economic Resources (Chapter 280, Laws of 1993 – ESSB 5868) effective the second year of the biennium.
19. REDUCE PARIS OFFICE – Support for the European trade office in Paris is reduced by 20 percent.
20. LOCAL ECONOMIC DEVELOPMENT CAPACITY – Financing for a economic development training program for local organizations is created.
21. OFF-SEASON TOURISM INITIATIVE – Additional funding is provided for the department's off-season tourism program. Efforts to develop rural communities and off-season tourism will be targeted.
22. RUSSIAN TRADE OFFICE – \$40,000 to establish a trade office in the Russian far east is provided. An additional \$40,000 is held in reserve contingent upon receipt of \$40,000 from non-state sources (e.g. the ports association). The total operating budget for the Russian Trade Office is \$120,000.
23. ECONOMIC DIVERSIFICATION – \$500,000 is provided for the development of specific sectors of the economy and for promoting and developing flexible business networks.
24. LITTER ACCOUNT REDUCTION – A reduction to the Litter control account appropriation is made, reflecting a revenue change in the March revenue forecast.
25. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
26. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
27. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
28. AGENCY REPRIORITIZATION – The department's budget is reduced due to the consolidation with the Department of Community Development as specified under Chapter 280, Laws of 1993 (ESSB 5868). This measure outlines general economic development and community development services to be delivered by the new Department of Community, Trade, and

Department of Trade & Economic Development

Economic Development. The new department is effective as of July 1, 1994. A transition plan is to be submitted by the two departments for legislative review by November 15, 1993. Non-specific reductions reflecting anticipated efficiencies and economies are taken.

29. **MARKETING ENHANCEMENT FUNDING** – Tourism efforts are consolidated into the Department of Trade and Economic Development from the Washington State Convention and Trade Center.
30. **ENTREPRENEURIAL TRAINING** – Funding is provided for entrepreneurial training. This item includes training for minority and women owned businesses as outlined in Chapter 512, Laws of 1993 (ESHB 1493 – assistance to minority and women-owned businesses).
31. **TACOMA WORLD TRADE CENTER** – Funding is provided to continue the operation Newmarket program through a grant to the Tacoma World Trade Center.
32. **CLEAN WASHINGTON CENTER FUND SHIFT** – Additional funding is added from the Solid Waste Management Account to maintain current level funding for the Center.
33. **CONSOLIDATED MAIL SAVINGS** – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
34. **ADMINISTRATION REDUCTION** – Agency administrative staff are reduced by about 15 percent.
35. **EQUIPMENT REDUCTION** – Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program.
36. **FTE REDUCTION** – State agency non-administrative staff are reduced by about 10 percent through a gradual cutback during the biennium.
37. **TRAVEL REDUCTION** – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Governor's Vetoes:

The Governor vetoed sections 308(1), (2), (4), and (9), which provided dedicated funding of \$400,000 for the European trade office, \$6 million for the Washington Technology Center, \$4 million for the operations of the Clean Washington Center, and \$250,000 for ESHB 1493 (assistance to minority and women owned businesses).

State Conservation Commission
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	2,030	198	2,228
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	1,967	202	2,169
POLICY ITEMS			
1. REDUCE SUPPORT FOR DISTRICTS	(160)	0	(160)
2. REDUCE BASIC FUNDING GRANTS	(250)	0	(250)
3. SALMON HABITAT / WATER INITIATIVE	158	0	158
4. PSWQA PLAN REDUCTIONS	(16)	0	(16)
5. TRAVEL MANAGEMENT SAVINGS	(2)	0	(2)
6. INTERAGENCY BILLINGS	(1)	0	(1)
7. INFLATION	(6)	0	(6)
8. TRAVEL REDUCTION	(20)	0	(20)
TOTAL 1993-95 BIENNIUM	1,670	202	1,872

Comments:

1. REDUCE SUPPORT FOR DISTRICTS – The Commission provides staff assistance to local conservation district programs. This item eliminates one staff position and reduces a clerical position to part-time.
2. REDUCE BASIC FUNDING GRANTS – The Commission administers \$1.0 million in basic funding grants which are provided to the 48 local conservation districts for water conservation and management efforts. Funding for this program is reduced by 25 percent.
3. SALMON HABITAT / WATER INITIATIVE – Provides 1.5 FTEs and associated funding to staff an advisory committee charged with developing standards for agricultural practices which protect fish and wildlife habitat in accordance with Chapter 4, Laws of 1993 1st sp.s. (2ESHB 1309).
4. PSWQA PLAN REDUCTIONS – The dairy waste management plan element of the Puget Sound Water Quality Authority plan is eliminated given it was identified by the Authority as a low priority. This reduction is offset by current efforts by the Department of Ecology in implementing a dairy waste permit program.
5. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
6. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
7. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
8. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Puget Sound Water Quality Authority
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	3,592	1,302	4,894
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	3,544	1,302	4,846
POLICY ITEMS			
1. CONSOLIDATE PUBLICATIONS	(40)	0	(40)
2. ADMINISTRATIVE REDUCTIONS	(356)	0	(356)
3. PSWQA PLAN	(20)	0	(20)
4. TRAVEL MANAGEMENT SAVINGS	(2)	0	(2)
5. INTERAGENCY BILLINGS	2	0	2
6. INFLATION	(54)	0	(54)
7. REDUCE PIE GRANTS	0	(154)	(154)
8. TRAVEL REDUCTION	(15)	0	(15)
TOTAL 1993-95 BIENNIUM	3,059	1,148	4,207

Comments:

1. CONSOLIDATE PUBLICATIONS – Several reports and publications prepared by the Authority can be combined in order to reduce costs.
2. ADMINISTRATIVE REDUCTIONS – Staff and programmatic reductions are made to the overall coordination of the implementation of the Puget Sound Water Quality Management Plan.
3. PSWQA PLAN – Funding for several Puget Sound Water Quality Management Plan elements is reduced. Reductions are made to Plan elements that require the Authority to provide assistance and coordination to agencies implementing the Plan.
4. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
5. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
6. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
7. REDUCE PIE GRANTS – Funding for Public Information and Education grants is reduced.
8. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Department of Fisheries

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	59,616	30,853	90,469
1993 SUPPLEMENTAL	(3,656)	7,000	3,344
TOTAL 1991-93 BIENNIUM	55,960	37,853	93,813
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	62,006	37,340	99,346
POLICY ITEMS			
1. FUND SHIFT	(436)	0	(436)
2. ADMIN & LICENSING REDUCTIONS	(1,239)	0	(1,239)
3. SHELLFISH LITIGATION	450	0	450
4. HABITAT REDUCTIONS	(172)	0	(172)
5. WILDSTOCK RESTORATION	0	1,442	1,442
6. STATE TRIBAL SHELLFISH MANAGEMENT	0	546	546
7. HALIBUT LITIGATION	200	0	200
8. WDF/WDW MERGER SAVINGS	(440)	0	(440)
9. PSWQA REDUCTIONS	(18)	0	(18)
10. INFORMATION SERVICES REDUCTIONS	(20)	0	(20)
11. TRAVEL MANAGEMENT SAVINGS	(38)	(20)	(58)
12. INTERAGENCY BILLINGS	(367)	0	(367)
13. INFLATION	(678)	0	(678)
14. RECREATIONAL FISH ENHANCEMENT	0	4,049	4,049
15. SHIFT FUNCTIONS TO ALEA	(985)	985	0
16. REDUCE FOREST PRACTICE FUNDING	(286)	0	(286)
17. CONSOLIDATED MAIL SAVINGS	(149)	0	(149)
18. FTE REDUCTION	(1,808)	0	(1,808)
19. TRAVEL REDUCTION	(280)	0	(280)
TOTAL 1993-95 BIENNIUM	55,740	44,342	100,082

Comments:

1. FUND SHIFT – Administrative funding for the Salmon Habitat Enhancement and Rehabilitation (SHEAR) Program will be assumed through capital project funding on a project specific basis. In addition, salmon rearing costs related to cooperative projects will be shifted to the Aquatic Lands Enhancement Account. GF–State support for Department of Fisheries monitoring of geoduck sales will be charged to the Department of Natural Resources.
2. ADMIN & LICENSING REDUCTIONS – Staff reductions are made in administrative mid–management positions as well as line staff in budget, contracting, accounting and data processing staff.
3. SHELLFISH LITIGATION – The State is currently involved in litigation with Indian Tribes over tribal rights to shellfish harvest. Funding is provided to continue this litigation in the 1993–95 biennium.
4. HABITAT REDUCTIONS – Funding is eliminated for a senior research analyst involved in international negotiations and habitat issues.
5. WILDSTOCK RESTORATION – Funding is provided for restoration of wild salmon stocks outside of the Columbia Basin. The funds will be used to sample weak stocks and develop restoration plans. It is anticipated that two basin plans will be developed and implemented during the biennium.
6. STATE TRIBAL SHELLFISH MANAGEMENT – Additional funding for management of the state's shellfish resources is provided to increase recreational and tribal harvest opportunities. Activities will focus on the Puget Sound region. Enforcement funding is increased to ensure resource protection.
7. HALIBUT LITIGATION – Funding is provided to support the state's interest in litigation regarding tribal fishing rights to halibut harvest.
8. WDF/WDW MERGER SAVINGS – Savings in administrative functions are assumed from the consolidation of the Departments of Fisheries and Wildlife as mandated by Chapter 2, Laws of 1993 1st sp.s. (ESHB 2055).

Department of Fisheries

9. PSWQA REDUCTIONS – Funding is reduced for the agency's participation in technical manual development for the Puget Sound Water Quality Management Plan (PSWQA).
10. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
11. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
12. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
13. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
14. RECREATIONAL FISH ENHANCEMENT – Funding is provided for the enhancement of recreational fishing in the Puget Sound and Hood Canal regions as outlined in Chapter 2, Laws of 1993 1st sp.s. (ESHB 2055). Funding for the enhancement is derived from an annual \$10 surcharge on recreational salmon and marine bottom fishing in the Puget Sound region.
15. SHIFT FUNCTIONS TO ALEA – A portion of existing GF–State funding for shellfish sampling and management is replaced by funding from the Aquatic Lands Enhancement Account (\$563,000). In addition GF–State funding for three enforcement officers is replaced with funding from the Aquatic Lands Enhancement Account (\$422,000).
16. REDUCE FOREST PRACTICE FUNDING – This item reduces funding for forest practice application reviews which was authorized in the 1991–93 Biennial Budget.
17. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
18. FTE REDUCTION – State agency non-administrative staff are reduced by about 10 percent through a gradual cutback during the biennium.
19. TRAVEL REDUCTION – Agency GF–State travel expenditures are reduced by a total of 25 percent.

Department of Wildlife

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	11,276	74,059	85,335
1993 SUPPLEMENTAL	0	5,781	5,781
TOTAL 1991-93 BIENNIUM	11,276	79,840	91,116
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	12,058	99,349	111,407
POLICY ITEMS			
1. HUNTER EDUCATION ENHANCEMENT	0	96	96
2. PUBLIC INFORMATION AND EDUCATION	0	(336)	(336)
3. CUSTOMER SERVICE SPECIALIST	0	116	116
4. INCREASE TRAIL AND ROAD MAINTENANCE	0	200	200
5. FISH RESEARCH AND MANAGEMENT	0	682	682
6. REDUCE WA CONSERVATION CORPS	(636)	0	(636)
7. LOOSESTRIFE & LANDS MANAGEMENT	(216)	(348)	(564)
8. FISHERY MANAGEMENT	(234)	294	60
9. HABITAT PROTECTION SERVICES	(172)	172	0
10. STATE LANDS STEWARDSHIP	1,000	0	1,000
11. PSEA ADJUSTMENT	0	(8)	(8)
12. WDF/WDW MERGER SAVINGS	0	(460)	(460)
13. PSWQA PLAN IMPLEMENTATION	(16)	0	(16)
14. INFORMATION SERVICES REDUCTIONS	(4)	(14)	(18)
15. TRAVEL MANAGEMENT SAVINGS	(10)	(62)	(72)
16. INTERAGENCY BILLINGS	37	363	400
17. INFLATION	(250)	0	(250)
18. REDUCE ROTENONE PROGRAM	0	(350)	(350)
19. ENFORCEMENT FUND SHIFT	(566)	566	0
20. REDUCE FOREST PRACTICE FUNDING	(208)	0	(208)
21. CONSOLIDATED MAIL SAVINGS	(20)	(100)	(120)
22. ADMINISTRATION REDUCTION	(24)	(1,192)	(1,216)
23. EQUIPMENT REDUCTION	(26)	0	(26)
24. FTE REDUCTION	(463)	0	(463)
25. TRAVEL REDUCTION	(24)	0	(24)
TOTAL 1993-95 BIENNIUM	10,226	98,968	109,194

Comments:

- HUNTER EDUCATION ENHANCEMENT – The department conducts numerous hunter education programs throughout the state. Partial funding for these programs comes from the sale of confiscated firearms and concealed weapons permits. Dedicated revenue from these sources will be used to print new firearms safety pamphlets and increase firearm safety training.
- PUBLIC INFORMATION AND EDUCATION – State funding for a Public Involvement Coordinator and Public Information Officer is eliminated. Federal funds are anticipated to replace a portion of this reduction.
- CUSTOMER SERVICE SPECIALIST – In order to meet public demand for license services at regional offices, additional part-time employees will be added at Spokane, Mill Creek, and Aberdeen offices. (State Wildlife Fund)
- INCREASE TRAIL AND ROAD MAINTENANCE – Funding from the Off-Road Vehicle Account is provided for trail and road maintenance activities on department lands and fishing access sites.
- FISH RESEARCH AND MANAGEMENT – Studies on steelhead and other sea run game fish at the Snow Creek Research station have previously been supported by federal funds. State funds are provided to replace withdrawn federal funds. Additional funding is also provided for monitoring and analysis of threatened fish populations in order to respond to Endangered Species Act petitions on game and nongame fish.
- REDUCE WA CONSERVATION CORPS – Funding for the conservation corps program is restored through the enhanced stewardship program (item 10).

Department of Wildlife

7. **LOOSESTRIPE & LANDS MANAGEMENT** – A survey crew in the lands management program is eliminated. Reductions are also made to waterfowl management and habitat activities as well as winter feeding programs for deer and elk. Reductions are made in Purple Loosestrife monitoring, inventorying, education, and research activities. Eradication programs will continue at current levels on department lands.
8. **FISHERY MANAGEMENT** – Creel surveys for steelhead on the Quilayute and Snohomish Rivers are reduced. Funding for a computer programmer for fisheries management will be shifted from the state general fund to the State Wildlife Fund. (\$60,000)
9. **HABITAT PROTECTION SERVICES** – One hydraulics engineer position is eliminated. Additional reductions are made in computer support, training, and compliance monitoring for federal/local mitigation projects.
10. **STATE LANDS STEWARDSHIP** – Additional funding is provided for maintenance and operations activities on state wildlife lands. The appropriation includes \$900,000 for youth employment through the Washington Conservation Corps program.
11. **PSEA ADJUSTMENT** – Wildlife enforcement activities funded through the Public Safety and Education account are reduced as part of a statewide adjustment in the fund.
12. **WDF/WDW MERGER SAVINGS** – Savings in administrative functions are assumed from the consolidation of the Departments of Fisheries and Wildlife as prescribed in Chapter 2, Laws of 1993 1st sp.s. (ESHB 2055).
13. **PSWQA PLAN IMPLEMENTATION** – The department's funding for technical manual development for the Puget Sound Water Quality Management Plan is eliminated.
14. **INFORMATION SERVICES REDUCTIONS** – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
15. **TRAVEL MANAGEMENT SAVINGS** – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
16. **INTERAGENCY BILLINGS** – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
17. **INFLATION** – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
18. **REDUCE ROTENONE PROGRAM** – State Wildlife Fund support for the rotenone program is eliminated.
19. **ENFORCEMENT FUND SHIFT** – Savings to the State Wildlife Fund are used to offset GF–State costs for enforcement. The savings are realized from the consolidation with the Department of Fisheries and from the elimination of inflation funding.
20. **REDUCE FOREST PRACTICE FUNDING** – This item represents a reduction in new funding provided for forest practice reviews in the 1991–93 budget.
21. **CONSOLIDATED MAIL SAVINGS** – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
22. **ADMINISTRATION REDUCTION** – Agency administrative staff are reduced by about 15 percent.
23. **EQUIPMENT REDUCTION** – Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program.
24. **FTE REDUCTION** – State agency non-administrative staff are reduced by about 10 percent through a gradual cutback during the biennium.
25. **TRAVEL REDUCTION** – Agency GF–State travel expenditures are reduced by a total of 25 percent.

Department of Natural Resources

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	61,217	158,461	219,678
1993 SUPPLEMENTAL	6,928	464	7,392
TOTAL 1991-93 BIENNIUM	68,145	158,925	227,070
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	59,838	152,210	212,048
POLICY ITEMS			
1. CLEAN AIR ACT-SMOKE MANAGEMENT	0	816	816
2. FEDERAL/LOCAL INCREASE	0	630	630
3. CONSERVATION FUND SHIFT	(48)	(400)	(448)
4. L&I RETROSPECTIVE RATING REFUND	0	98	98
5. FOREST PRACTICES RULES TRAINING	0	100	100
6. OFF ROAD VEHICLE ACCOUNT ADJUSTMENT	0	(1,242)	(1,242)
7. EARTHQUAKE HAZARD IDENTIFICATION	100	0	100
8. FOREST HEALTH MONITORING/SURVEY	100	0	100
9. VOLUNTEER COORD.-L&W CONSERVATION	100	0	100
10. MARINE PLASTIC DEBRIS PROGRAM	(126)	0	(126)
11. CORRECTIONAL CAMPS	(880)	0	(880)
12. FOREST PRACTICES COMPLIANCE	1,955	0	1,955
13. FIRE PROTECTION SERVICES	(7,500)	7,500	0
14. REDUCE CMER	(1,498)	0	(1,498)
15. REDUCE WA CONSERVATION CORPS	(630)	0	(630)
16. MAPS AND PUBLICATIONS	(56)	0	(56)
17. REDUCE FIRE ROAD MAINTENANCE	(980)	0	(980)
18. GEOLOGY AND REGULATORY SERVICES	(1,032)	1,271	239
19. ADMINISTRATIVE SERVICES	(778)	(350)	(1,128)
20. MARBLED MURRELET SURVEYS	0	968	968
21. SPECIALTY PRODUCTS MARKETING	0	916	916
22. STATE FOREST HEALTH MANAGEMENT	0	2,024	2,024
23. TRUST LAND PATROL OFFICER	0	240	240
24. SLOPE FAILURE MITIGATION OLYMPIC RG	0	260	260
25. HOH RIVER WATERSHED REHABILITATION	0	362	362
26. PHOTO AND MAP ACTIVITY	0	172	172
27. TOUTLE ROAD ABANDONMENT	0	400	400
28. AQUATIC LANDS INCREASES	0	716	716
29. TRANSFER GEODUCK DIVE MANAGEMENT	0	126	126
30. STATE LANDS STEWARDSHIP	1,500	0	1,500
31. STATE TOXICS ACCOUNT REDUCTIONS	0	(2)	(2)
32. REDUCE PSWQA IMPLEMENTATION	(870)	0	(870)
33. TRAVEL MANAGEMENT SAVINGS	(8)	(22)	(30)
34. INTERAGENCY BILLINGS	(116)	(337)	(453)
35. INFLATION	(1,063)	0	(1,063)
36. ENVIRONMENTAL RESTORATION	3,250	0	3,250
37. MT. TAHOMA SKI TRAILS	60	0	60
38. ALEA FUND SHIFT	(1,000)	1,000	0
39. CONSOLIDATED MAIL SAVINGS	(44)	(132)	(176)
40. EQUIPMENT REDUCTION	(318)	0	(318)
41. TRAVEL REDUCTION	(562)	0	(562)
TOTAL 1993-95 BIENNIUM	49,394	167,324	216,718

Department of Natural Resources

Comments:

1. **CLEAN AIR ACT—SMOKE MANAGEMENT** – Additional funding is provided for enforcement, field inspection and monitoring staff to administer burning permits on state and private forest lands under the State Clean Air Act. Funds are provided from burning permit fees which are deposited in the Clean Air Account.
2. **FEDERAL/LOCAL INCREASE** – Expenditure authority is provided for federal funds dedicated to improving land title records, paying for correctional camp work on federal lands, and performing geological and botanical surveys.
3. **CONSERVATION FUND SHIFT** – The department has depleted a one-time surplus of funds from the Off Road Vehicle Account which had been used to support the program. Funding will be provided from the Natural Resources Conservation Areas Account per Chapter 437, Laws of 1993 (ESB 5720) which allows the expenditure of funds previously held as an endowment.
4. **L&I RETROSPECTIVE RATING REFUND** – The Labor and Industries retrospective rating refund will be used to enhance safety programs in the agency.
5. **FOREST PRACTICES RULES TRAINING** – Additional funding is provided to complete training for private foresters on the new watershed analysis requirements of the Forest Practices Act. GF—Local appropriation authority is provided for the agency to expend funds it will collect from trainees.
6. **OFF ROAD VEHICLE ACCOUNT ADJUSTMENT** – Additional reductions are made to expenditures from the Off Road Vehicle Account. These funds are used primarily for the maintenance of off road vehicle trails and facilities.
7. **EARTHQUAKE HAZARD IDENTIFICATION** – State funding is provided to replace declining federal support for the National Earthquake Hazards Reduction Program. This work is necessary for governments doing critical area zoning under the Growth Management Act.
8. **FOREST HEALTH MONITORING/SURVEY** – Funding is provided for forest health monitoring and related pests surveys. This item represents a reprioritization of funds within the department.
9. **VOLUNTEER COORD.—L&W CONSERVATION** – Maintenance and operation cost related to of DNR recreation lands, natural area preserves and natural resource conservation areas has grown due to additional land acquisitions. Funding is provided for a volunteer coordinator to solicit and promote volunteers to assist in this stewardship activities.
10. **MARINE PLASTIC DEBRIS PROGRAM** – Funding for DNR efforts to implement the 1989 Marine Plastic Debris Action plan is eliminated.
11. **CORRECTIONAL CAMPS** – GF—State support for correctional camp crew supervisors is eliminated, with the exception of funds that are necessary to maintain staffing for forest fire suppression.
12. **FOREST PRACTICES COMPLIANCE** – Additional funding is provided for increased forest practice compliance and watershed analysis.
13. **FIRE PROTECTION SERVICES** – A portion of funding for forest fire protection is shifted from the state general fund to the Forest Fire Protection Assessment Account. Additional revenue will accrue to the Forest Fire Protection Assessment Account per Chapter 36, Laws of 1993 (ESHB 1320).
14. **REDUCE CMER** – Funding for research contracts related to the Timber/Fish/Wildlife (TFW) Agreement is reduced.
15. **REDUCE WA CONSERVATION CORPS** – Funding for the conservation corps program is restored through the enhanced stewardship program (item 30).
16. **MAPS AND PUBLICATIONS** – GF—State support for geographic mapping and information services is reduced. The reduction will affect the Forest Practices Division and local governments who request geographic and geologic information from the department.
17. **REDUCE FIRE ROAD MAINTENANCE** – GF—State support is eliminated for the maintenance of private forest roads for wildfire access. DNR will attempt to transfer maintenance activities to landowners or require that the roads be closed in compliance with the Forest Practices Act.
18. **GEOLOGY AND REGULATORY SERVICES** – Annual fees on surface mining will be increased from \$250 per year to \$650 per year and moved from the general fund to the surface mining account per Chapter 518, Laws of 1993 (E2SSB 5502).
19. **ADMINISTRATIVE SERVICES** – Funding is eliminated for two positions in the Commissioner's Office, 1.5 positions in the financial services division and 4.5 positions in the Data Management Division.
20. **MARBLED MURRELET SURVEYS** – Funds are provided for endangered species surveys of state trustlands prior to timber sales.
21. **SPECIALTY PRODUCTS MARKETING** – Funds are provided for additional staff to complete specialty sales of poles and hardwoods. Additional revenue is expected in the 1993–95 biennium from this investment.
22. **STATE FOREST HEALTH MANAGEMENT** – Funds are provided for thinning, fertilization, burning and pest management on state timberlands in eastern Washington.
23. **TRUST LAND PATROL OFFICER** – Funding is provided for a departmental law enforcement officer to patrol state trustlands.
24. **SLOPE FAILURE MITIGATION OLYMPIC RG** – Funds are provided for a slope stability plan in the Olympic Region to mitigate the potential for landslides.
25. **HOH RIVER WATERSHED REHABILITATION** – Funds from the Resource Management Cost Account will be used to implement a cooperative effort between the DNR, the Department of Fisheries, and the Hoh Tribe to improve fisheries habitat on the Hoh River.
26. **PHOTO AND MAP ACTIVITY** – Additional expenditure authority is provided for revenues generated from reproduction charges for maps and photos which are purchased by the public.

Department of Natural Resources

27. **TOUTLE ROAD ABANDONMENT** – The DNR recently acquired property through a land exchange which contains several miles of poorly constructed and environmentally sensitive road. These funds will be used to close and abandon this road in conformance with the Forest Practices Act.
28. **AQUATIC LANDS INCREASES** – Funding is provided for additional lease managers (3 FTEs) to improve the management of the state's aquatic lands. Additional revenue is expected in the 1995–97 biennium from this investment. Funds are also provided to update title information on the ownership of state aquatic lands.
29. **TRANSFER GEODUCK DIVE MANAGEMENT** – The Department of Fisheries (WDF) currently provides GF–State support to the DNR geoduck sales program through geoduck surveys and population estimates. This item transfers funding to the Aquatic Lands Resource Management Cost Account (RMCA) for DNR to contract with WDF for these surveys.
30. **STATE LANDS STEWARDSHIP** – Additional funding is provided for maintenance and operations activities on state wildlife lands. The appropriation includes \$1.35 million to provide youth employment through the Washington Conservation Corps.
31. **STATE TOXICS ACCOUNT REDUCTIONS** – A revenue shortfall in the State Toxics Account has required across-the-board cutbacks in all agencies which use the fund. The activities funded from the Toxics Account are transferred to the Aquatic Lands Resource Management Cost Account.
32. **REDUCE PSWQA IMPLEMENTATION** – Reductions in funding for the implementation of the Puget Sound Water Quality Plan include \$848,000 for acquisition of wetlands, and \$21,000 for the development of technical manuals. Wetlands acquisition will be funded through the Washington Wildlife and Recreation Program of the Interagency Committee for Outdoor Recreation.
33. **TRAVEL MANAGEMENT SAVINGS** – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
34. **INTERAGENCY BILLINGS** – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
35. **INFLATION** – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
36. **ENVIRONMENTAL RESTORATION** – Funding is provided for labor intensive natural resources and forest restoration projects. The program will give first priority to hiring workers who are unemployed as a result of timber harvest reductions.
37. **MT. TAHOMA SKI TRAILS** – Funding is provided for development of a recreational trail system adjacent to Mt. Rainier.
38. **ALEA FUND SHIFT** – A portion of the GF–State funding for the Aquatic Lands Division is replaced by revenues derived from the management of the state's aquatic lands.
39. **CONSOLIDATED MAIL SAVINGS** – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
40. **EQUIPMENT REDUCTION** – Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program.
41. **TRAVEL REDUCTION** – Agency GF–State travel expenditures are reduced by a total of 25 percent.

Department of Agriculture
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	19,794	48,278	68,072
1993 SUPPLEMENTAL	3,267	(84)	3,183
TOTAL 1991-93 BIENNIUM	23,061	48,194	71,255
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	19,456	50,560	70,016
POLICY ITEMS			
1. DECLINING REVENUE - FAIR FUND	0	(1,514)	(1,514)
2. SHARED RESPONSIBILITY FOR ADMIN	(2,900)	2,900	0
3. ANIMAL DAMAGE CONTROL	(404)	0	(404)
4. LIVESTOCK MARKET NEWS	(134)	0	(134)
5. POULTRY LAB	(226)	0	(226)
6. ELIMINATE AQUACULTURE PROGRAM	(184)	0	(184)
7. REDUCE PESTICIDES PROGRAM	(246)	0	(246)
8. APIARY INDUSTRY ASSOCIATION	(240)	0	(240)
9. REDUCE NOXIOUS WEED GRANTS	(140)	0	(140)
10. INCREASED FEDERAL INDIRECT RATE	(50)	50	0
11. LIVESTOCK MODIFICATION	0	144	144
12. MILK PRODUCTS	4	0	4
13. FERTILIZER INSPECTION	0	176	176
14. ASIAN GYPSY MOTH ERADICATION - PH.2	234	702	936
15. STATE TOXICS ACCOUNT REDUCTIONS	0	(24)	(24)
16. PSWQA PLAN REDUCTIONS	(30)	0	(30)
17. INFORMATION SERVICES REDUCTIONS	(6)	0	(6)
18. TRAVEL MANAGEMENT SAVINGS	(26)	(70)	(96)
19. INTERAGENCY BILLINGS	(157)	(31)	(188)
20. INFLATION	(319)	(46)	(365)
21. REDUCE GF-S SUPPORT FOR MARKETING	(180)	0	(180)
22. REDUCE NOXIOUS WEED ADMINISTRATION	(164)	0	(164)
23. CONSOLIDATED MAIL SAVINGS	(40)	0	(40)
24. EQUIPMENT REDUCTION	(36)	0	(36)
25. FTE REDUCTION	(532)	0	(532)
26. TRAVEL REDUCTION	(218)	0	(218)
TOTAL 1993-95 BIENNIUM	13,462	52,847	66,309

Comments:

- DECLINING REVENUE - FAIR FUND - Revenue collected by the Horse Racing Commission for assisting agricultural fairs is expected to decline as a result of the Longacres Race Track closure. The department's expenditures are reduced accordingly.
- SHARED RESPONSIBILITY FOR ADMIN - Historically, the department has not allotted administrative costs to all funds within the agency. Consequently, the state general fund has subsidized the administration of the department's other funds. This adjustment allocates current administrative costs to all funds administered by the department.
- ANIMAL DAMAGE CONTROL - State general fund support for animal damage control activities is eliminated. These funds are used as pass-through funding for coyote and starling control which is performed by federal wildlife agents.
- LIVESTOCK MARKET NEWS - State general fund support for the Livestock Market News service is eliminated.
- POULTRY LAB - The Department of Agriculture has provided pass-through funding to Washington State University for support of the Poultry Diagnostic Lab. This pass-through support is eliminated. Existing funding for the operational costs of the lab is transferred to WSU. A portion of operational costs are also provided by the users of the lab's services.

Department of Agriculture

6. ELIMINATE AQUACULTURE PROGRAM – State general fund marketing assistance and industry representation for the aquaculture industry is eliminated from the Department of Agriculture.
7. REDUCE PESTICIDES PROGRAM – State general fund support for two positions in the Pesticides Management program is eliminated.
8. APIARY INDUSTRY ASSOCIATION – State general fund support for the apiary program is eliminated. The department's bee hive inspection services and bee industry support will be supported by fees from the industry.
9. REDUCE NOXIOUS WEED GRANTS – State grant funds for county noxious weed programs are reduced by 28 percent.
10. INCREASED FEDERAL INDIRECT RATE – The department has negotiated a higher indirect cost rate for federal grants allowing federal funds to replace existing state funding.
11. LIVESTOCK MODIFICATION – A fee increase is provided to meet the program needs of the livestock identification program.
12. MILK PRODUCTS – A statutory revision of the fees charged to milk processors will result in a small revenue increase. Appropriation authority is provided for the new revenue.
13. FERTILIZER INSPECTION – Additional expenditure authority is provided for fee revenues related to inspection of fertilizer dealers.
14. ASIAN GYPSY MOTH ERADICATION – PH.2 – State funding is provided to match federal resources for the eradication of Asian Gypsy moth. This is a second phase of monitoring and spraying which was begun in 1992.
15. STATE TOXICS ACCOUNT REDUCTIONS – Revenue shortfalls in the State Toxics Control Account require programmatic reductions on a statewide basis. State Toxics Control Account funding for the department's Pesticides Management program is reduced as part of the overall reductions.
16. PSWQA PLAN REDUCTIONS – Funding for the department's participation in policy planning in Puget Sound Water Quality Authority issues is reduced. Current activities will be absorbed within the remaining budget.
17. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
18. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
19. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
20. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
21. REDUCE GF-S SUPPORT FOR MARKETING – State general fund support for the foreign and domestic marketing program is reduced by 16 percent.
22. REDUCE NOXIOUS WEED ADMINISTRATION – Biennial funding for the noxious weed program and State Weed Board is \$365,000 GF-State. This item reduces administration and State Weed Board funding by 45 percent.
23. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
24. EQUIPMENT REDUCTION – Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program.
25. FTE REDUCTION – State agency non-administrative staff are reduced by about 10 percent through a gradual cutback during the biennium.
26. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

NOTE: The Department of Agriculture received an appropriation in Chapter 23, Laws of 1993, First Extraordinary Session (2ESSB 5972).

For further information, see the schedule entitled "Appropriations Contained Within Other Legislation" in the Revenue Section of this document.

Amounts shown here reflect only the Omnibus Appropriations Act. The remainder of the Department of Agriculture's budget is shown in the Transportation Budget section of this document.

State Convention & Trade Center

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	0	21,790	21,790
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	21,843	21,843
POLICY ITEMS			
1. INCREASED STAFF COSTS	0	972	972
2. ADJUST REVENUES FOR MARKETING	0	(470)	(470)
3. I.I.C. DEBT SERVICE	0	800	800
4. TRAVEL MANAGEMENT SAVINGS	0	(2)	(2)
5. INTERAGENCY BILLINGS	0	152	152
6. TRANSFER MARKETING FUNDS	0	(3,500)	(3,500)
7. ADMINISTRATION REDUCTION	0	(324)	(324)
TOTAL 1993-95 BIENNIUM	0	19,471	19,471

Comments:

1. INCREASED STAFF COSTS – Increased funding is provided to meet salary and benefit increases as a result of an agreement between the Center and its labor union.
2. ADJUST REVENUES FOR MARKETING – This item reflects a decrease in the March projections for the hotel/motel marketing tax revenues.
3. I.I.C. DEBT SERVICE – Up until the 1993-95 biennium, the Center's cashflow has been unable to meet its annual \$975,000 debt service payment to the Industrial Indemnity Corporation. This item will provide the Center with sufficient resources to meet this annual obligation.
4. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
5. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
6. TRANSFER MARKETING FUNDS – Tourism efforts are transferred and consolidated into the Department of Trade and Economic Development from the Washington State Convention and Trade Center. A minor level of funding is retained in the Convention Center budget for dedicated tourism and promotion efforts.
7. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.

Office of Marine Safety

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	3,534	3,534
1993 SUPPLEMENTAL	0	(30)	(30)
TOTAL 1991-93 BIENNIUM	0	3,504	3,504
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	3,684	3,684
POLICY ITEMS			
1. FIELD OPERATIONS PROGRAM	0	964	964
2. MARINE OVERSIGHT BOARD ADMIN	0	62	62
3. STATE TOXICS ACCT REVENUE SHORTFALL	0	(76)	(76)
4. TRAVEL MANAGEMENT SAVINGS	0	(8)	(8)
5. INTERAGENCY BILLINGS	0	(122)	(122)
6. CONSOLIDATED MAIL SAVINGS	0	(8)	(8)
TOTAL 1993-95 BIENNIUM	0	4,496	4,496

Comments:

1. FIELD OPERATIONS PROGRAM – Funding is provided for the Office of Marine Safety to implement a field operations program in conformance with Chapter 162, Laws of 1993 (SHB 1144). The program is designed to supplement the Coast Guard's vessel inspection program.
2. MARINE OVERSIGHT BOARD ADMIN – Funding is provided for the Board to hire an Executive Secretary as well as meet its equipment, travel, and goods and services needs.
3. STATE TOXICS ACCT REVENUE SHORTFALL – Due to a decline in revenues, a reduction is necessary in the funding levels to the State Toxics Control Account.
4. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
5. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
6. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.

Growth Planning Hearings Office
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	0	0
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	3,076	0	3,076
POLICY ITEMS			
1. TRAVEL MANAGEMENT SAVINGS	(10)	0	(10)
2. INFLATION	(29)	0	(29)
3. TRAVEL REDUCTION	(9)	0	(9)
TOTAL 1993-95 BIENNIUM	3,028	0	3,028

Comments:

1. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
2. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
3. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Transportation

The majority of funding for transportation services is not included in the Omnibus Appropriations Act, but is instead included in the Transportation Budget. The Omnibus Appropriations Act includes only a portion of the funding for the State Patrol and the Department of Licensing. Therefore, the notes contained in this section are limited. For additional information, please see the Transportation Budget section which begins on page 357.

Department of Licensing

Financing for the Uniform Commercial Code program administered by the Department of Licensing is shifted from the general fund to a fee for services. This shift will result in a program which can better meet the demand for program services and save the general fund \$1.7 million.

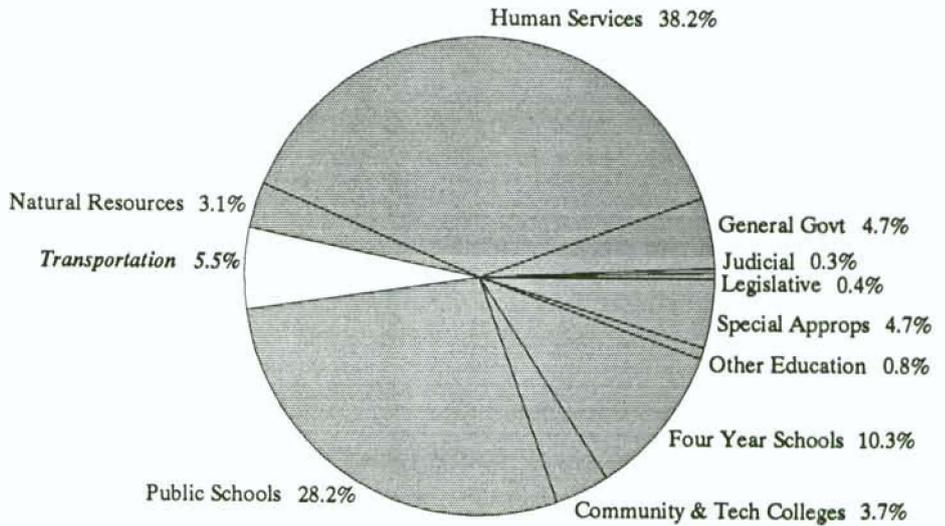
Washington State Patrol

Funding is provided to expand storage capacity for the Automated Fingerprint Identification System (AFIS). In addition, \$11.1 million is transferred to the Omnibus Transportation Budget, which includes 100 percent of the funding for the Support Services Bureau and ACCESS system, and 20 percent of the funding for the crime laboratories and Identification Section.

Washington State 1993-95 Operating Budget Total Budgeted Funds

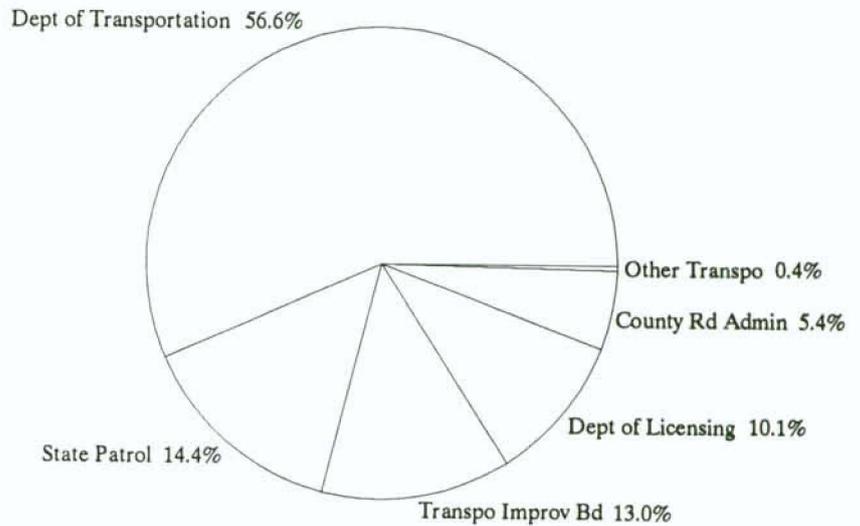
(Dollars in Thousands)

Legislative	108,635
Judicial	98,894
General Government	1,407,183
Human Services	11,397,453
Natural Resources	937,174
Transportation	1,625,958
Public Schools	8,409,691
Community & Tech Colleges	1,104,194
Four Year Schools	3,082,669
Other Education	229,052
Special Appropriations	1,404,056
Statewide Total	29,804,959



Washington State

Dept of Transportation	921,037
State Patrol	234,382
Transpo Improvement Board	211,822
Dept of Licensing	164,674
County Road Admin Bd	87,924
Other Transportation	6,119
Transportation	1,625,958

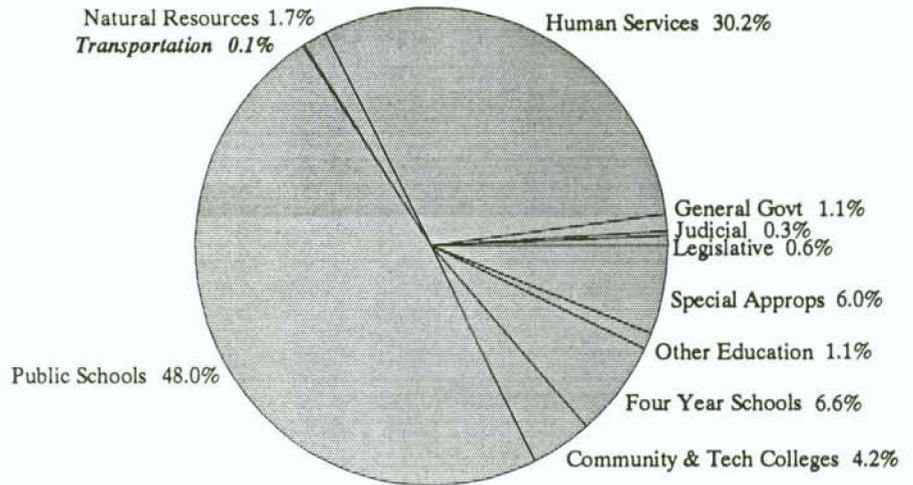


Transportation

Washington State 1993-95 Operating Budget General Fund - State

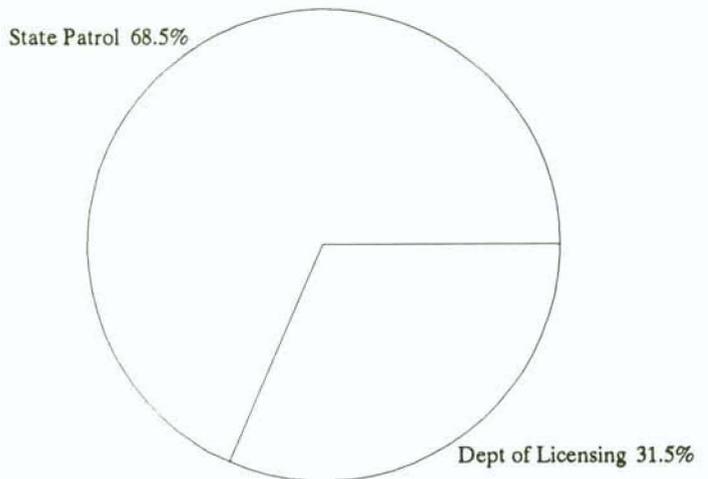
(Dollars in Thousands)

Legislative	101,545
Judicial	55,510
General Government	182,816
Human Services	4,875,185
Natural Resources	274,657
Transportation	20,759
Public Schools	7,753,641
Community & Tech Colleges	676,763
Four Year Schools	1,058,198
Other Education	175,519
Special Appropriations	962,129
Statewide Total	16,136,722



Washington State

State Patrol	14,223
Dept of Licensing	6,536
Transportation	20,759



Transportation

Department of Licensing

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	18,348	14,774	33,122
1993 SUPPLEMENTAL	0	32	32
TOTAL 1991-93 BIENNIUM	18,348	14,806	33,154
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	14,813	18,768	33,581
POLICY ITEMS			
1. MANAGEMENT 10% REDUCTION	0	(306)	(306)
2. REAL ESTATE EDUCATION LEGISLATION	0	0	0
3. PC PROGRAMMING TOOLS	7	26	33
4. PROGRAM LEVEL ROUNDING ADJUSTMENT	0	(4)	(4)
5. PROFESSIONS: SYSTEM REPLACEMENT	298	338	636
6. LOWER MLS SPENDING TO MEET REVENUES	0	(84)	(84)
7. INCREASED REGULATION OF ARCHITECTS	0	56	56
8. INCREASED REGULATION OF APPRAISERS	68	0	68
9. PROFESSIONS: IMPROVED REGULATION	83	207	290
10. COSMETOLOGY EXAM AUTOMATION	27	0	27
11. REDUCE MANAGEMENT AND SUPPORT	(282)	0	(282)
12. UCC LEGISLATION WITH FUND SHIFT	(5,228)	5,228	0
13. CONSOLIDATE PROF ATHLETIC COMM	54	0	54
14. INFORMATION SERVICES REDUCTIONS	(20)	(46)	(66)
15. TRAVEL MANAGEMENT SAVINGS	(4)	(4)	(8)
16. INTERAGENCY BILLINGS	(8)	(28)	(36)
17. INFLATION	(108)	(135)	(243)
18. ARCHITECT QUALIFICATIONS	0	47	47
19. MORTGAGE BROKER LICENSING	0	187	187
20. REGULATING FUNERAL DIRECTORS	0	0	0
21. BULK SALES	0	33	33
22. REGULATING EMPLOYMENT AGENCIES	9	0	9
23. LICENSING BAIL BOND AGENTS	87	0	87
24. SHIFT SECURITIES DIVISION	(3,031)	0	(3,031)
25. CONSOLIDATED MAIL SAVINGS	(20)	(44)	(64)
26. EQUIPMENT REDUCTION	(38)	0	(38)
27. FTE REDUCTION	(141)	0	(141)
28. TRAVEL REDUCTION	(30)	0	(30)
TOTAL 1993-95 BIENNIUM	6,536	24,239	30,775

Comments:

1. MANAGEMENT 10% REDUCTION – Management and administrative personnel are reduced by 10 percent for all agencies which have more than 100 FTEs.
2. REAL ESTATE EDUCATION LEGISLATION – Consistent with Chapter 50, Laws of 1993 (SB 5358), this item creates a new appropriated real estate education account to administer the real estate education program approved in the 1992 session. There is no net fiscal impact from this measure.
3. PC PROGRAMMING TOOLS – This item replaces several older personal computers and related software. A portion of these expenses will be supported by licensing fees.
4. PROGRAM LEVEL ROUNDING ADJUSTMENT – This item makes technical changes to the department's budget, eliminating minor rounding errors.
5. PROFESSIONS: SYSTEM REPLACEMENT – This item replaces the current computer system used to manage professional licensing services. The current system no longer meets the needs of these programs and, in some cases, requires duplicative data entry efforts. The new system will eliminate these inefficiencies. An increase in licensing fees is expected to pay for this enhancement.

Department of Licensing

6. LOWER MLS SPENDING TO MEET REVENUES – The Master License System provides a one-stop system for persons wishing to obtain more than one business license. Expenditures for the Master License System are lowered, reflecting a reduced revenue projection. The MLS program is fully fee supported.
7. INCREASED REGULATION OF ARCHITECTS – The department administers a licensing program for architects which include investigations of questionable practices. This item funds an increase in staff to conduct additional investigations commensurate with a growth in reported violations. This enhancement can be absorbed by the current fee structure.
8. INCREASED REGULATION OF APPRAISERS – In 1989, the Legislature adopted the Real Estate Appraiser Act which provides for the regulation and licensing of real estate appraisers. An additional clerical position is added to support increased workload from consumer complaints and appraiser questions concerning certification requirements. This enhancement will not require an increase in fees.
9. PROFESSIONS: IMPROVED REGULATION – The department and the Board of Registration for Professional Engineers and Land Surveyors are responsible for licensing and evaluating engineers and land surveyors, ensuring quality within the industry. This item will shift a board member from part-time to full-time, ensuring evaluations are operated fairly and consistently. This enhancement will not require an increase in fees.
10. COSMETOLOGY EXAM AUTOMATION – This request will provide for computerized exams for cosmetologists. These exams will be administered at local Driver Licensing Examining offices and can be taken at any time during the month. This will eliminate the current examination procedure which requires applicants to wait up to four weeks and often travel long distances. This item can be implemented within the current fee structure.
11. REDUCE MANAGEMENT AND SUPPORT – GF—State supported management and administrative functions are reduced. This reduction will result in staff reductions in the technical production services unit, the mail center, and the information processing center.
12. UCC LEGISLATION WITH FUND SHIFT – The DOL administers the Uniform Commercial Code program, which is a federally mandated, non-regulatory service for persons taking security interests in the state. Consistent with Chapter 51, Laws of 1993 (SB 5385), a new fund is created to account for the expenditures of this program. User fees will be increased and the current \$1.5 million general fund subsidy will be eliminated.
13. CONSOLIDATE PROF ATHLETIC COMM – The Professional Athletic Commission is currently funded out of the general fund. Consistent with Chapter 278, Laws of 1993 (HB 2119), the responsibility for regulating professional athletes is shifted to the Department of Licensing. This program will continue to be fee supported within the general fund.
14. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
15. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
16. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
17. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
18. ARCHITECT QUALIFICATIONS – This item provides resources for the regulation of architects as revised under Chapter 475, Laws of 1993 (ESB 5545). This activity will be fully fee supported by assessments on architects.
19. MORTGAGE BROKER LICENSING – This item provides for the temporary licensing of mortgage brokers as prescribed under Chapter 468, Laws of 1993 (SSB 5829). Funding for this measure will be from fees assessed against licensed brokers.
20. REGULATING FUNERAL DIRECTORS – Chapter 43, Laws of 1993 (SSB 5026) transfers the expenditure authority for the program regulating funeral directors and embalmers from the Health Care Professions Account to the newly created Funeral Directors and Embalmers Account. This transfer has no net impact.
21. BULK SALES – This item represents the amount estimated to fund an early version of Chapter 395, Laws of 1993 (SHB 1013). The bill which passed the Legislature has no fiscal impact as it repealed the Uniform Commercial Code article dealing with bulk sales. As such, the department will place this amount in reserve and it will revert to the general fund.
22. REGULATING EMPLOYMENT AGENCIES – This item provides resources for the regulation of employment agencies as prescribed in Chapter 499, Laws of 1993 (ESHB 1496). Funding for this regulatory activity will be fully fee supported from assessments on employment agencies.
23. LICENSING BAIL BOND AGENTS – This item provides resources for the regulation of bail bond agents and agencies as prescribed under Chapter 260, Laws of 1993 (SHB 1870). This program will be fully fee supported by assessments on bail bond agents and agencies.
24. SHIFT SECURITIES DIVISION – Per Chapter 472, Laws of 1993 (SSB 5270), the functions and duties of the Securities Enforcement division is consolidated into the new Department of Financial Institutions effective October 1, 1993.
25. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
26. EQUIPMENT REDUCTION – Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program.
27. FTE REDUCTION – State agency non-administrative staff are reduced by about 10 percent through a gradual cutback during the biennium.
28. TRAVEL REDUCTION – Agency GF—State travel expenditures are reduced by a total of 25 percent.

Department of Licensing

NOTE: The Department of Licensing received an appropriation in Chapter 23, Laws of 1993, First Extraordinary Session (2ESSB 5972).

For further information, see the schedule entitled "Appropriations Contained Within Other Legislation" in the Revenue Section of this document.

Amounts shown here reflect only the Omnibus Appropriations Act. The remainder of the Department of Licensing's budget is shown in the Transportation Budget section of this document.

Washington State Patrol
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	24,310	5,650	29,960
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	24,938	5,613	30,551
POLICY ITEMS			
1. AFIS EXPANSION	802	0	802
2. IDENTIFICATION SECTION WORKLOAD	544	0	544
3. INFORMATION SERVICES REDUCTIONS	(14)	0	(14)
4. TRAVEL MANAGEMENT SAVINGS	(8)	0	(8)
5. INTERAGENCY BILLINGS	(39)	(6)	(45)
6. INFLATION	(482)	0	(482)
7. PSEA/DRUG FUND REALIGNMENT	(10,235)	(849)	(11,084)
8. CONSOLIDATED MAIL SAVINGS	(17)	0	(17)
9. ADMINISTRATION REDUCTION	(202)	0	(202)
10. EQUIPMENT REDUCTION	(130)	0	(130)
11. FTE REDUCTION	(760)	0	(760)
12. TRAVEL REDUCTION	(174)	0	(174)
TOTAL 1993-95 BIENNIUM	14,223	4,758	18,981

Comments:

- | | |
|---|--|
| <ol style="list-style-type: none"> 1. AFIS EXPANSION – Funding is provided to lease purchase expanded storage capacity for the Automated Fingerprint Information System (AFIS). The current system is approaching maximum record storage capacity. The total cost for the upgrade is estimated to be \$3.9 million. 2. IDENTIFICATION SECTION WORKLOAD – Provides for enhanced staffing for the Identification Section to alleviate growing backlogs in criminal history records and fingerprint identification. 3. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993. 4. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts. 5. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies. 6. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation. 7. PSEA/DRUG FUND REALIGNMENT – State drug funds are replaced with GF-State. In addition, \$11.08 million is transferred to the Transportation budget, which includes 100 percent of the funding for the Support Service Bureau and ACCESS system, and 20 percent of the crime laboratories and Identification Section. | <ol style="list-style-type: none"> 8. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service. 9. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent. 10. EQUIPMENT REDUCTION – Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program. 11. FTE REDUCTION – State agency non-administrative staff are reduced by about 10 percent through a gradual cutback during the biennium. 12. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent. <p>NOTE: The State Patrol received an appropriation in Chapter 23, Laws of 1993, First Extraordinary Session (2ESSB 5972).</p> <p>For further information, see the schedule entitled "Appropriations Contained Within Other Legislation" in the Revenue Section of this document.</p> <p>Amounts shown here reflect only the Omnibus Appropriations Act. The remainder of the State Patrol's budget is shown in the Transportation Budget section of this document.</p> |
|---|--|

Public Schools

Office of the Superintendent

Administrative and other standard costs in the Superintendent of Public Instruction's office, Transportation and Educational Service Districts are reduced consistent with reductions in all other segments of state government, saving \$2.1 million GF-State.

Local School District Administrative Reduction

Administrative funding allocations for the K-12 system are reduced by 10 percent (saving \$40.6 million GF-State), to reflect changing relationships in management duties as school districts restructure how education is delivered. An intended freeze on salaries for administrators making more than \$45,000 per year would contribute to the expected savings.

Federal Matching Funds for Special Education

Savings of \$14.4 million GF-State are anticipated through a new initiative to obtain federal Medicaid matching funds for special education programs. This will allow the state to shift general fund dollars to other programs without reducing its total funding commitment to the special education program.

Educational Service Districts

The Superintendent of Public Instruction is provided \$400,000 GF-State to conduct a study of Educational Service District boundaries and potential efficiencies in delivery of Educational Service District services. The results of the study are to be implemented by July 1, 1994.

Block Grant and Special, Pilot and School District Support Programs

The existing Block Grant program is continued at a reduced level, incorporating funding from both the existing program and from the Special and Pilot and School District Support programs that will be eliminated as separate items in the state budget. The result is to reduce state costs by \$36.8 million GF-State, and to give local school districts greater flexibility in how to spend available funding.

On a per student basis, funding for the current Block Grant program is reduced 24 percent from the 1991-93 biennium. If the various special and pilot and school district support programs which were incorporated into the block grant are taken into account, the effective reduction is 43 percent from the prior biennium.

Reduction in Special Programs

Funding is reduced by 15 percent for magnet schools and schools qualifying for "complex needs" support. Funding is also reduced by 12 percent for Pacific Science Center programs, education clinics and the Cispus Environmental Learning Center. These programs are budgeted within the Superintendent of Public Instruction's budget. Learning Centers for at-risk youth are eliminated and it is expected that the students will be assimilated into existing alternative schools. A total of \$11 million GF-State is conserved through these budget actions.

Levy Equalization Modification

For 1993-95, each school district will receive at least 96.5 percent of what it received in 1991-93 unless a district would be eligible for less levy equalization funds in 1993-95 compared to 1991-93 under the law prior to enactment of Chapter 465, Laws of 1993 (HB 2066). This change reduces the anticipated cost of the levy equalization program by \$24.3 million GF-State.

Curriculum Development

A total of \$100,000 GF-State is provided to the Office of the Superintendent for curriculum development on special topics of statewide significance.

Bilingual Education Formula

An enhancement of \$5.0 million GF-State is provided to the Bilingual Education program to increase funding on a per student basis by 13.5 percent over 1992-93 levels, and to update staffing cost allocations.

Education Reform

The operating budget provides a total of \$58 million GF-State to support the following components of Chapter 336, Laws of 1993 (ESHB 1209) -- the education reform measure enacted by the 1993 Legislature.

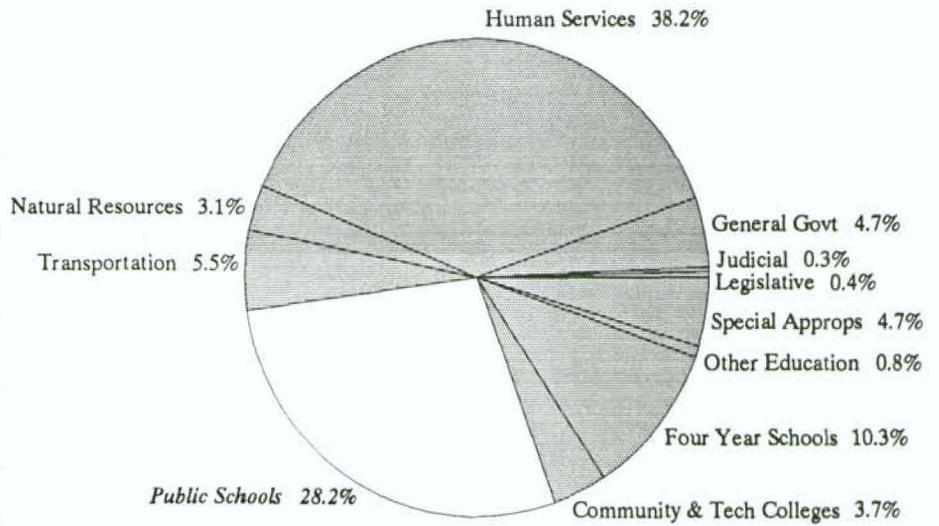
- **Commission on Student Learning (\$5.0 million).** The Commission on Student Learning will define the essential learning requirements for 13 subject areas identified in the education reform process. The commission will also develop methods of assessing and testing student progress in five of the subject areas.
- **Additional Planning/Resource Days (\$29.1 million).** Three planning/resource days are funded to give certificated and classified staff time to learn new teaching techniques and participate in site-based school management. Schools for the 21st Century are continued in the first year of the biennium.
- **Improved Technology (\$4.5 million).** Educational Technology Centers, enhancement of statewide computer networks and other technological improvements are funded to prepare students for today's workforce.
- **School to Work Transitions (\$1.8 million).** Programs are provided to prepare students for the transition to work after completing school through the integration of academic courses with vocational preparation.
- **Meals for Kids (\$5 million).** Additional funding to provide a state subsidy for free and reduced price breakfasts and for start-up grants.
- **Readiness to Learn (\$8 million).** Funds for grants to school districts and community based consortiums providing services to help children arrive at school ready to learn.
- **Mentor / Beginning Teachers (\$3.3 million).** The current mentor program is expanded by 50 percent to assist teachers in adapting to new teaching approaches associated with reform.

- **Assistance by OSPI (\$400,000).** A Center for the Improvement of Learning is created in the Office of the Superintendent of Public Instruction to provide assistance and advice regarding education reform initiatives.

Washington State 1993-95 Operating Budget Total Budgeted Funds

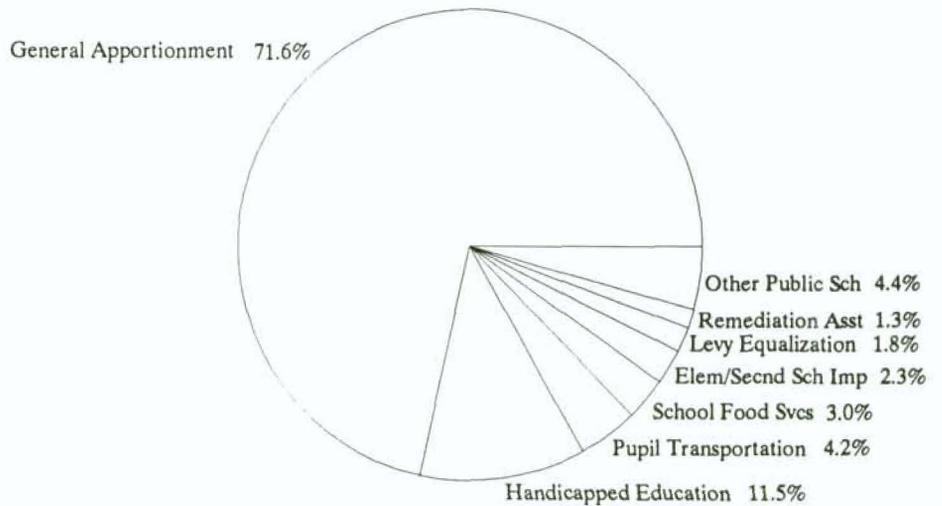
(Dollars in Thousands)

Legislative	108,635
Judicial	98,894
General Government	1,407,183
Human Services	11,397,453
Natural Resources	937,174
Transportation	1,625,958
Public Schools	8,409,691
Community & Tech Colleges	1,104,194
Four Year Schools	3,082,669
Other Education	229,052
Special Appropriations	1,404,056
Statewide Total	29,804,959



Washington State

General Apportionment	6,019,646
Handicapped Education	965,995
Pupil Transportation	351,143
School Food Services	250,886
Elem/Second School Improve	197,580
Levy Equalization	149,596
Remediation Assistance	108,456
Other Public Schools	366,389
Public Schools	8,409,691

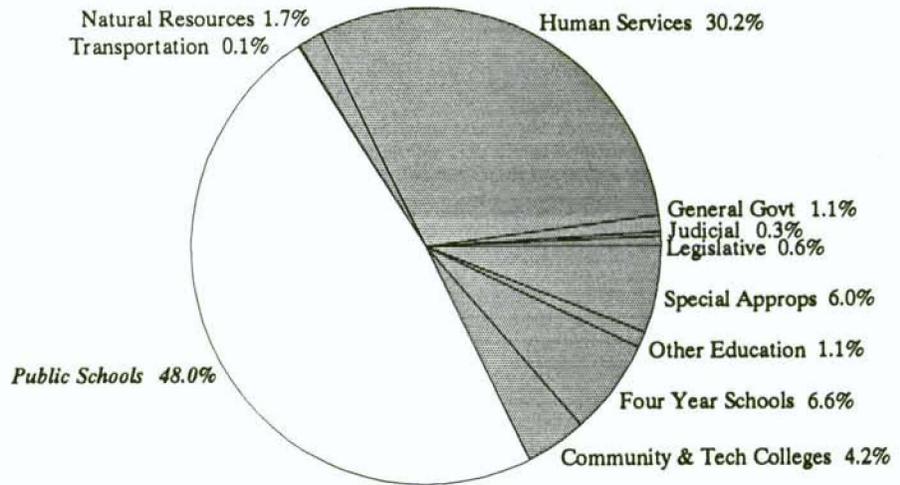


Public Schools

Washington State 1993-95 Operating Budget General Fund - State

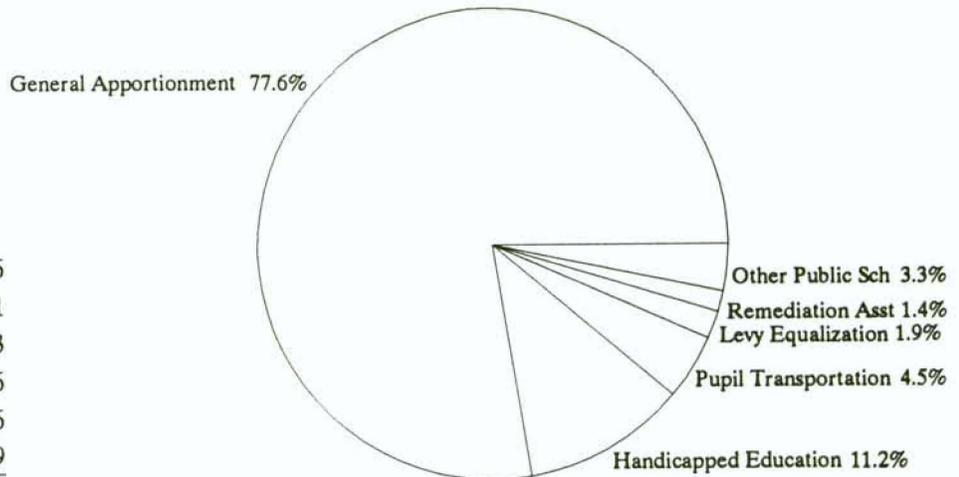
(Dollars in Thousands)

Legislative	101,545
Judicial	55,510
General Government	182,816
Human Services	4,875,185
Natural Resources	274,657
Transportation	20,759
Public Schools	7,753,641
Community & Tech Colleges	676,763
Four Year Schools	1,058,198
Other Education	175,519
Special Appropriations	962,129
Statewide Total	16,136,722



Washington State

General Apportionment	6,019,646
Handicapped Education	867,311
Pupil Transportation	351,143
Levy Equalization	149,596
Remediation Assistance	108,456
Other Public Schools	257,489
Public Schools	7,753,641



Public Schools

Public Schools

Workload History By School Year

	<u>1987-88</u>	<u>1988-89</u>	<u>1989-90</u>	<u>1990-91</u>	<u>1991-92</u>	<u>Estimate</u>		
						<u>1992-93</u>	<u>1993-94</u>	<u>1994-95</u>
General Apportionment								
FTE Enrollment	733,850	748,418	768,356	795,703	823,355	850,426	875,622	902,716
% Change from prior year		1.99%	2.66%	3.56%	3.48%	3.29%	2.96%	6.15%
Handicapped Education								
Headcount Enrollment	72,634	76,155	80,236	84,808	90,630	95,954	102,388	108,852
% Change from prior year		4.85%	5.36%	5.70%	6.86%	5.87%	6.71%	13.44%
Bilingual Education								
Headcount Enrollment	14,505	16,877	19,344	23,513	28,156	32,200	36,824	42,278
% Change from prior year		16.35%	14.62%	21.55%	19.75%	14.36%	14.36%	31.30%
Learning Assistance Program								
Entitlement Units (1)	64,697	75,893	86,749	104,123	106,835	114,909	113,157	118,631
% Change from prior year		17.31%	14.30%	20.03%	2.60%	7.56%	-1.52%	3.24%

NOTES:

- (1) Entitlement units used for allocation purposes only. Actual students served may vary. The allocation formula changed for 1993-94 and 1994-95.

Data Sources:

1987-88 through 1991-92 actuals and 1992-93 Estimate from OFM/SPI;
1993-94 and 1994-95 FTE Enrollment and Handicapped Headcount from OFM Forecast;
1993-94 and 1994-95 Bilingual and LAP from Legislative Conference Budget.

**Superintendent of Public Instruction
State Office Administration**
(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	23,180	14,660	37,840
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	22,557	15,394	37,951
POLICY ITEMS			
1. ACROSS THE BOARD REDUCTION	(1,679)	(63)	(1,742)
2. STUDENT DATA SYSTEM	304	0	304
3. TRAVEL MANAGEMENT SAVINGS	(58)	0	(58)
4. INTERAGENCY BILLINGS	(174)	(116)	(290)
5. INFLATION	(133)	0	(133)
6. BILINGUAL CONFERENCE	10	0	10
7. CURRICULUM DEVELOPMENT	100	0	100
8. TRANSFER FEDERAL FUNDS	0	19,522	19,522
9. TRANSFER SCHOOL SECURITY GRANTS	0	3,050	3,050
10. PACIFIC SCIENCE CENTER	2,415	0	2,415
11. CISPUS	70	0	70
12. EDUCATIONAL CLINICS	2,949	0	2,949
13. MAGNET SCHOOLS	3,437	0	3,437
14. COMPLEX NEEDS	4,855	0	4,855
15. PT. ROBERTS	62	0	62
16. TRANSFER EXCELLENCE AWARD	(53)	0	(53)
17. CONSOLIDATED MAIL SAVINGS	(35)	0	(35)
18. TRAVEL REDUCTION	(213)	0	(213)
TOTAL 1993-95 BIENNIUM	34,414	37,787	72,201

Comments:

- | | |
|--|--|
| <ol style="list-style-type: none"> 1. ACROSS THE BOARD REDUCTION – Office administration and programs are reduced by 7.5 percent in order to address the GF-State budget shortfall. 2. STUDENT DATA SYSTEM – Funding and staff are provided to organize and manage a statewide student record system and data bases. 3. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts. 4. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies. 5. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation. 6. BILINGUAL CONFERENCE – Funding is provided for the Institute for Public Policy to host a conference on best practices in bilingual instruction, including model programs from other states. | <ol style="list-style-type: none"> 7. CURRICULUM DEVELOPMENT – Funding is provided for the Superintendent to develop model curriculum on various special topics including youth suicide prevention. 8. TRANSFER FEDERAL FUNDS – Certain federal funds were previously appropriated in the Special and Pilots Program. Since that program has been eliminated, the funds are transferred to the Office of the Superintendent. No change is anticipated in how the funds are expended. 9. TRANSFER SCHOOL SECURITY GRANTS – Funding for school security grants provided through the Drug Enforcement and Education Account was previously appropriated in the School District Support Program. Since that program has been eliminated, the line item appropriation is now located in the Office of the Superintendent. 10. PACIFIC SCIENCE CENTER – Funding for Pacific Science Center programs were previously appropriated as line items in the School District Support Program and Special and Pilots Program. Since those programs have been eliminated, the line item appropriation is now located in the Office of the Superintendent. 11. CISPUS – Funding for the Cispus environmental program was previously appropriated in the Special and Pilots Program. Since that program has been eliminated, the line item appropriation is now located in the Office of the Superintendent. |
|--|--|

Superintendent of Public Instruction State Office Administration

Governor's Vetoes:

12. EDUCATIONAL CLINICS – Funding for educational clinics is transferred to the Office of the Superintendent.
13. MAGNET SCHOOLS – Funding for magnet school grants was previously appropriated in the Special and Pilots Program. Since that program has been eliminated, the line item appropriation is now located in the Office of the Superintendent.
14. COMPLEX NEEDS – Funding for complex needs grants was previously appropriated in the Special and Pilots Program. Since that program has been eliminated, the line item appropriation is now located in the Office of the Superintendent.
15. PT. ROBERTS – Funding for a K–2 program at Pt. Roberts was previously appropriated in the Special and Pilots Program. Since that program has been eliminated, the line item appropriation is now located in the Office of the Superintendent.
16. TRANSFER EXCELLENCE AWARD – Funding for the Excellence in Education Award program is transferred to the Higher Education Coordinating Board.
17. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993–95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
18. TRAVEL REDUCTION – Agency GF–State travel expenditures are reduced by a total of 25 percent.

The Governor vetoed section 501(1)(d), which provided that \$70,000 of the General Fund–Federal appropriation could be used only for special services demonstration projects pursuant to federal law.

Superintendent of Public Instruction
General Apportionment
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	5,510,412	0	5,510,412
1993 SUPPLEMENTAL	42,083	0	42,083
TOTAL 1991-93 BIENNIUM	5,552,495	0	5,552,495
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	6,067,967	0	6,067,967
POLICY ITEMS			
1. STAFF MIX SAVINGS	(6,991)	0	(6,991)
2. ADMINISTRATION EFFICIENCIES	(38,060)	0	(38,060)
3. 1993 EARLY RETIREMENT PERS\TRS	(7,362)	0	(7,362)
4. PENSION RATE CHANGE	4,092	0	4,092
TOTAL 1993-95 BIENNIUM	6,019,646	0	6,019,646

Comments:

1. STAFF MIX SAVINGS – Apportionment payments are adjusted to reflect incorrect claims for payment based on errors in recording experience and education credits (staff mix) used as the basis for increment payments. This correction for staff mix calculations is based on an audit conducted by the Office of the Superintendent of Public Instruction (OSPI) and the Legislative Budget Committee (LBC).
2. ADMINISTRATION EFFICIENCIES – Administration expenditures are reduced 10 percent assuming increased decision making responsibility and administrative workload on the part of teachers, classified staff, and the community as the common schools go through changes in basic management relationships associated with school reform and restructuring.
3. 1993 EARLY RETIREMENT PERS\TRS – Adjusts funding for basic education due to an expected reduction in the average age and experience of teachers, resulting from the proposed early retirement option in Chapter 519, Laws of 1993 (SSB 5888).
4. PENSION RATE CHANGE – Funding is provided, by program, to meet increased retirement system costs resulting from Chapter 519, Laws of 1993 (ESSB 5888).

Superintendent of Public Instruction
Compensation Adjustments
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	0	0
1993 SUPPLEMENTAL	2,253	0	2,253
TOTAL 1991-93 BIENNIUM	2,253	0	2,253
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	0	0
POLICY ITEMS			
1. HEALTH BENEFITS	<u>22,570</u>	<u>0</u>	<u>22,570</u>
TOTAL 1993-95 BIENNIUM	22,570	0	22,570

Comments:

1. HEALTH BENEFITS – Additional funding is provided for health benefits for school employees. The current rate per staff unit of \$317.79 per month is increased effective October 1, 1994, to \$350.25 per month, and is comparable to the state employee rate.

Superintendent of Public Instruction
Pupil Transportation
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	311,047	0	311,047
1993 SUPPLEMENTAL	4,130	0	4,130
TOTAL 1991-93 BIENNIUM	315,177	0	315,177
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	351,467	0	351,467
POLICY ITEMS			
1. PENSION RATE CHANGE	(183)	0	(183)
2. ADMINISTRATION REDUCTION	(141)	0	(141)
TOTAL 1993-95 BIENNIUM	351,143	0	351,143

Comments:

1. PENSION RATE CHANGE – Funding is provided, by program, to meet increased retirement system costs resulting from Chapter 519, Laws of 1993 (ESSB 5888).
2. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.

**Superintendent of Public Instruction
School Food Services**
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	6,000	209,270	215,270
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	6,000	244,886	250,886
TOTAL 1993-95 BIENNIUM	6,000	244,886	250,886

Comments:

None.

**Superintendent of Public Instruction
Handicapped Education**

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	737,992	83,900	821,892
1993 SUPPLEMENTAL	(390)	0	(390)
TOTAL 1991-93 BIENNIUM	737,602	83,900	821,502
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	883,660	84,740	968,400
POLICY ITEMS			
1. TITLE XIX FUNDING SHIFT	(14,409)	13,944	(465)
2. PENSION RATE CHANGE	649	0	649
3. ADMINISTRATION REDUCTION	(2,589)	0	(2,589)
TOTAL 1993-95 BIENNIUM	867,311	98,684	965,995

Comments:

1. TITLE XIX FUNDING SHIFT – Chapter 149, Laws of 1993 (SSB 5727) provides for a statewide contractor to enroll school districts as Medicaid (Title XIX) providers by the beginning of the 1993-94 school year. Local districts keep a percentage of the additional revenues billed and received from Title XIX and private insurers, and a percentage goes to the contractor who manages the billing process. The remaining additional revenue is used for special education programs currently paid for with state funds, allowing a shift of the state funds to other purposes. There is no net reduction in total funding for special education or reduction in special education services.
2. PENSION RATE CHANGE – Funding is provided, by program, to meet increased retirement system costs resulting from Chapter 519, Laws of 1993, (ESSB 5888).
3. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.

**Superintendent of Public Instruction
Traffic Safety Education**

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	2,203	8,358	10,561
1993 SUPPLEMENTAL	(201)	0	(201)
TOTAL 1991-93 BIENNIUM	2,002	8,358	10,360
<hr/>			
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	705	16,363	17,068
POLICY ITEMS			
1. FUND TRAFFIC SAFETY FROM PSEA	<u>(705)</u>	<u>616</u>	<u>(89)</u>
TOTAL 1993-95 BIENNIUM	0	16,979	16,979

Comments:

1. FUND TRAFFIC SAFETY FROM PSEA – In the 1991-93 biennium this program was partially funded with GF-State. This item replaces the GF-State appropriation with Public Safety Education Account Funds.

Superintendent of Public Instruction
Educational Service Districts
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	10,918	0	10,918
1993 SUPPLEMENTAL	7	0	7
TOTAL 1991-93 BIENNIUM	10,925	0	10,925
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	11,878	0	11,878
POLICY ITEMS			
1. REDUCE ESD PROGRAM	(2,126)	0	(2,126)
2. INFLATION	(110)	0	(110)
3. PROFESSIONAL DEVELOPMENT CENTERS	400	0	400
4. EFFICIENCY STUDY	(400)	0	(400)
5. PENSION RATE CHANGE	(1)	0	(1)
6. STUDENT TEACHING CENTERS	250	0	250
TOTAL 1993-95 BIENNIUM	9,891	0	9,891

Comments:

1. REDUCE ESD PROGRAM – Educational Service Districts, considered primarily an administrative function, are reduced due to the current general fund revenue shortfall. This reduction is consistent with the need for overall efficiencies in all state agencies.
2. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
3. PROFESSIONAL DEVELOPMENT CENTERS – Establishes collaborative projects between school districts and institutions of higher education for teacher training, in accordance with Chapter 109, Laws of 1993 (SSB 5889).
4. EFFICIENCY STUDY – The Superintendent is directed to conduct a study of educational service district boundaries in order to develop a more cost effective and efficient service delivery system. At least \$400,000 in savings are expected as a result of implementing the study.
5. PENSION RATE CHANGE – Funding is provided, by program, to meet increased retirement system costs resulting from Chapter 519, Laws of 1993 (ESSB 5888).
6. STUDENT TEACHING CENTERS – Student teaching centers are located in educational service districts and provide expanded student teacher opportunities for prospective teacher candidates in unserved and under-served districts. The program had been funded under the special and pilot programs. Since the special and pilot program has been eliminated, funding for student teaching centers is transferred to the educational service districts.

Superintendent of Public Instruction
Levy Equalization
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	149,244	0	149,244
1993 SUPPLEMENTAL	334	0	334
TOTAL 1991-93 BIENNIUM	149,578	0	149,578
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	173,828	0	173,828
POLICY ITEMS			
1. CHANGE EQUALIZATION BASIS	<u>(24,232)</u>	<u>0</u>	<u>(24,232)</u>
TOTAL 1993-95 BIENNIUM	149,596	0	149,596

Comments:

1. CHANGE EQUALIZATION BASIS – Chapter 465, Laws of 1993 (HB 2066) provides for pro-rating equalization payments as specified in the omnibus budget if funds are not sufficient for equalization to the equivalent of a 12 percent statewide average levy. The budget guarantees that in 1993-95, each district will receive at least 96.5 percent of what they received in 1991-93, unless in 1993-95 the district would be eligible for less levy equalization funds in 1993-95 compared to 1991-93 under the current law (prior to the enactment of HB 2066).

Superintendent of Public Instruction
Elementary/Secondary School Improvement
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	178,000	178,000
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	197,580	197,580
TOTAL 1993-95 BIENNIUM	0	197,580	197,580

Comments:

None.

**Superintendent of Public Instruction
Indian Education**
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	332	332
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	370	370
TOTAL 1993-95 BIENNIUM	0	370	370

Comments:

None.

**Superintendent of Public Instruction
Institutional Education**
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	26,252	7,700	33,952
1993 SUPPLEMENTAL	115	0	115
TOTAL 1991-93 BIENNIUM	26,367	7,700	34,067
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	24,623	8,548	33,171
POLICY ITEMS			
1. ELIMINATE LEARNING CENTERS	(1,772)	0	(1,772)
2. PENSION RATE CHANGE	<u>18</u>	<u>0</u>	<u>18</u>
TOTAL 1993-95 BIENNIUM	22,869	8,548	31,417

Comments:

1. ELIMINATE LEARNING CENTERS – The Institutional Education Program serves students who are in residential schools. Learning Centers are administered by the Division of Juvenile Rehabilitation and serve juvenile offenders in a non-residential setting. The six learning centers are being closed, and it is assumed that the students will be served within existing programs in the K-12 system such as alternative high schools.
2. PENSION RATE CHANGE – Funding is provided, by program, to meet increased retirement system costs resulting from Chapter 519, Laws of 1993 (ESSB 5888).

The appropriations act requires that state funded staffing levels in these programs not exceed the ratios specified in these budget notes. The ratios for the various institutions are as follows:

Handicapped Institutions

- 7.8 FTE students to 1 instructional staff.
- 69.9 FTE students to 1 administrative staff.
- 6.0 FTE students to 1 classified staff.

Delinquent Institutions

- 9.3 FTE students to 1 instructional staff.
- 78.7 FTE students to 1 administrative staff.
- 64.5 FTE students to 1 classified staff.

Group Homes

- 8.5 instructional staff.

County Detention Centers

- 10.0 FTE students to 1 instructional staff.

Superintendent of Public Instruction
Education of Highly Capable Students
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	10,352	0	10,352
1993 SUPPLEMENTAL	34	0	34
TOTAL 1991-93 BIENNIUM	10,386	0	10,386
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	10,589	0	10,589
POLICY ITEMS			
1. ACROSS THE BOARD REDUCTION	(1,166)	0	(1,166)
2. INFLATION	(103)	0	(103)
3. BEA AS CALCULATION BASE	(344)	0	(344)
4. PENSION RATE CHANGE	7	0	7
TOTAL 1993-95 BIENNIUM	8,983	0	8,983

Comments:

1. ACROSS THE BOARD REDUCTION – Reduces funding for the program by approximately 15 percent, as the program is not considered part of basic education.
2. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
3. BEA AS CALCULATION BASE – Basic educational enrollments, not including Special Education, are used as the basis for calculating the 1.5 percent participation rate for allocating gifted education funding.
4. PENSION RATE CHANGE – Funding is provided, by program, to meet increased retirement system costs resulting from Chapter 519, Laws of 1993 (ESSB 5888).

**Superintendent of Public Instruction
School District Support**
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	5,646	19,594	25,240
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	4,294	20,266	24,560
POLICY ITEMS			
1. APPROPRIATE GRANTS THROUGH DSHS	0	(10,300)	(10,300)
2. ELIMINATE SCHOOL DISTRICT SUPPORT	(4,294)	0	(4,294)
3. TRANSFER FEDERAL FUNDS	0	(6,756)	(6,756)
4. TRANSFER SCHOOL SECURITY GRANTS	0	(3,210)	(3,210)
TOTAL 1993-95 BIENNIUM	0	0	0

Comments:

1. APPROPRIATE GRANTS THROUGH DSHS – In order to maximize the use of federal funds and utilize state funds most efficiently, substance abuse prevention and intervention programs will be appropriated through the Department of Social and Health Services (DSHS).
2. ELIMINATE SCHOOL DISTRICT SUPPORT – Programs not transferred to the New K-12 Program (Program 055) are eliminated.
3. TRANSFER FEDERAL FUNDS – Transfers funding for various federal programs to the Office of the Superintendent.
4. TRANSFER SCHOOL SECURITY GRANTS – Transfers funding from the Drug Enforcement and Education Account for school security grants to the Office of the Superintendent.

Agency 350 – Program 056

**Superintendent of Public Instruction
Special & Pilot Programs**
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	44,147	11,500	55,647
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	42,815	12,766	55,581
POLICY ITEMS			
1. ELIMINATE SPECIAL & PILOT PROGRAM	(42,815)	0	(42,815)
2. TRANSFER FEDERAL FUNDS	<u>0</u>	<u>(12,766)</u>	<u>(12,766)</u>
TOTAL 1993-95 BIENNIUM	0	0	0

Comments:

1. ELIMINATE SPECIAL & PILOT PROGRAM – Programs not transferred to the New K-12 Program (Program 055) or the Office of the Superintendent are eliminated.
2. TRANSFER FEDERAL FUNDS – Transfers funding for various federal programs to the Office of the Superintendent.

Superintendent of Public Instruction
Federal Encumbrances
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	51,216	51,216
<hr/>			
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	51,216	51,216
TOTAL 1993-95 BIENNium	0	51,216	51,216

Comments:

None.

**Superintendent of Public Instruction
Transitional Bilingual Instruction**
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	31,582	0	31,582
1993 SUPPLEMENTAL	93	0	93
TOTAL 1991-93 BIENNIUM	31,675	0	31,675
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	42,686	0	42,686
POLICY ITEMS			
1. FUNDING FORMULA ADJUSTMENTS	5,041	0	5,041
2. CURRENT GROWTH RATE	(842)	0	(842)
3. PENSION RATE CHANGE	55	0	55
TOTAL 1993-95 BIENNIUM	46,940	0	46,940

Comments:

1. FUNDING FORMULA ADJUSTMENTS – The 1992-93 school year funding rate of \$554 per bilingual student is increased to \$628.90 per bilingual student; a 13.5 percent increase.
2. CURRENT GROWTH RATE – The growth rate in bilingual students from the 1991-92 to the 1992-93 school year is 14.34 percent. This growth rate is assumed to continue over the next two school years.
3. PENSION RATE CHANGE – Funding is provided, by program, to meet increased retirement system costs resulting from Chapter 519, Laws of 1993 (ESSB 5888).

Superintendent of Public Instruction
Remediation Assistance
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	99,017	0	99,017
1993 SUPPLEMENTAL	1,056	0	1,056
TOTAL 1991-93 BIENNIUM	100,073	0	100,073
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	118,661	0	118,661
POLICY ITEMS			
1. FORMULA RESTRUCTURING	(10,115)	0	(10,115)
2. PENSION RATE CHANGE	(90)	0	(90)
TOTAL 1993-95 BIENNIUM	108,456	0	108,456

Comments:

1. FORMULA RESTRUCTURING – Funding for the Learning Assistance Program (LAP) is provided through a formula using test scores as the allocation basis. In 1990-91, 22.4 percent of 4th grade students scored in the lowest quartile on a nationally normed test. The number of students scoring in the lowest quartile increased to 25.2 percent in 1991-92, and is estimated to grow to 29.0 percent by 1994-95. A new test was implemented in 1991-92 and there are questions about the validity of the test due to the sudden increase in Washington students scoring in the lowest quartile coincidentally with the implementation of the test.

Due to concerns about the validity of current tests, and concerns about using just one criterion to allocate LAP funds, the legislative budget revises the funding formula to discount the questionable test results. The Superintendent is required to make recommendations to the Legislature on additional formula elements consistent with the new assessment system under development by the Commission on Student Learning.

2. PENSION RATE CHANGE – Funding is provided, by program, to meet increased retirement system costs resulting from Chapter 519, Laws of 1993 (ESSB 5888).

**Superintendent of Public Instruction
Educational Clinics**

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	3,406	0	3,406
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	3,412	0	3,412
POLICY ITEMS			
1. ACROSS THE BOARD REDUCTION	(463)	0	(463)
2. TRANSFER TO STATEWIDE PROGRAMS	<u>(2,949)</u>	<u>0</u>	<u>(2,949)</u>
TOTAL 1993-95 BIENNIUM	0	0	0

Comments:

1. ACROSS THE BOARD REDUCTION – Reduces funding for educational clinics by 12 percent.
2. TRANSFER TO STATEWIDE PROGRAMS – Transfers funding for the educational clinics to Program 010 (State Office Administration)

**Superintendent of Public Instruction
Education Enhancement**
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	57,710	0	57,710
1993 SUPPLEMENTAL	35	0	35
TOTAL 1991-93 BIENNIUM	57,745	0	57,745
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	62,695	0	62,695
POLICY ITEMS			
1. REDUCE BLOCK GRANTS	<u>(14,863)</u>	<u>0</u>	<u>(14,863)</u>
TOTAL 1993-95 BIENNIUM	47,832	0	47,832

Comments:

1. REDUCE BLOCK GRANTS – In the 1991-93 biennium, block grant funds were allocated at \$35.26 per student. This rate is reduced to \$26.30 per student for the 1993-95 biennium, a 25.4 percent reduction.

**Superintendent of Public Instruction
Education Reform**
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	0	0
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	0	0
POLICY ITEMS			
1. EDUCATION REFORM	<u>57,990</u>	<u>0</u>	<u>57,990</u>
TOTAL 1993-95 BIENNIUM	57,990	0	57,990

Comments:

1. EDUCATION REFORM – Programs funded to implement the policies of education reform legislation Chapter 336, Laws of 1993 (ESHB 1209):

1. Planning/Resource Days	\$23,000
2. Paraprofessional Training	2,190
3. Schools for 21st Century	3,900
4. Commission on Student Learning	3,317
5. Assessment Development	1,683
6. School to Work Transitions	1,800
7. Mentor Teacher Assistance	3,300
8. Superintendent/Principal Internships	900
9. Improvement: Technology Infrastructure	4,500
10. SIP Assistance/Deregulation Review	400
11. Readiness to Learn, "Meals for Kids"	5,000
12. Readiness to Learn Grants	8,000

Total: \$57,990

Higher Education

Across-the-Board Reductions

A general across-the-board budget reduction of \$91.3 million GF-State is made to all higher education institutional operating budgets. The amount is calculated from the carry-forward budget of each institution: 4.3 percent at the universities and The Evergreen State College and 3.3 percent at the community and technical colleges.

Through budget language, institutions are given management flexibility to target administrative and efficiency reductions, without enrollment reductions. However, institutions are required to develop strategic plans and corresponding spending plans that protect the following: undergraduate programs and support services; assessment activities and minority recruitment and retention; the state's investment in facilities; and the proportion of resident to nonresident student enrollment. Further, the plans are to avoid short-term solutions by making permanent reductions, consolidating programs, eliminating duplication and improving productivity.

Access/Enrollment Increases

A total of \$30.2 million from the general fund is provided for enrollment increases. Four-year institutional enrollment is increased by a total of 1,977 students and community and technical college enrollment is increased by 3,040 students by the end of the biennium.

Through the passage of Chapter 226, Laws of 1993 (ESHB 1988), \$35.1 million is provided from the employment and training trust fund to the State Board for Community and Technical Colleges to educate 5,000 dislocated workers and workers who have exhausted unemployment benefits. A total of \$3.7 million is provided from the trust fund for locally administered financial aid for dislocated workers, and low-income participants may also apply for state need grants. In addition, \$3.2 million is provided for child care for participants.

Tuition Increases

Tuition and fees are based upon the student's payment of an established percentage of educational costs. Educational costs are recalculated each year and tuition and fee rates are adjusted annually. Chapter 18, Laws of 1993 1st sp.s. (2ESSB 5982), changes the established percentages of cost paid by students, thereby increasing tuition and fees above their predetermined rates.

Tuition is raised by approximately 9 percent for 1993-94, and then by an additional 13 percent in 1994-95. These increases are in addition to the predetermined tuition increases of about 3 percent for each year of the 1993-95 biennium.

Financial Aid Improvements

Funding for the State Need Grant program is increased from \$42.2 million to \$97.8 million which provides grants for an additional 18,150 students - more than doubling the dollars available for this program.

Local Accounts for Tuition

Chapter 18, Laws of 1993 1st sp.s. (2ESSB 5982) establishes local campus controlled accounts for tuition operating fees and interest. This is a change from the previous biennium where tuition fees were deposited into a special treasury account for each institution and community colleges.

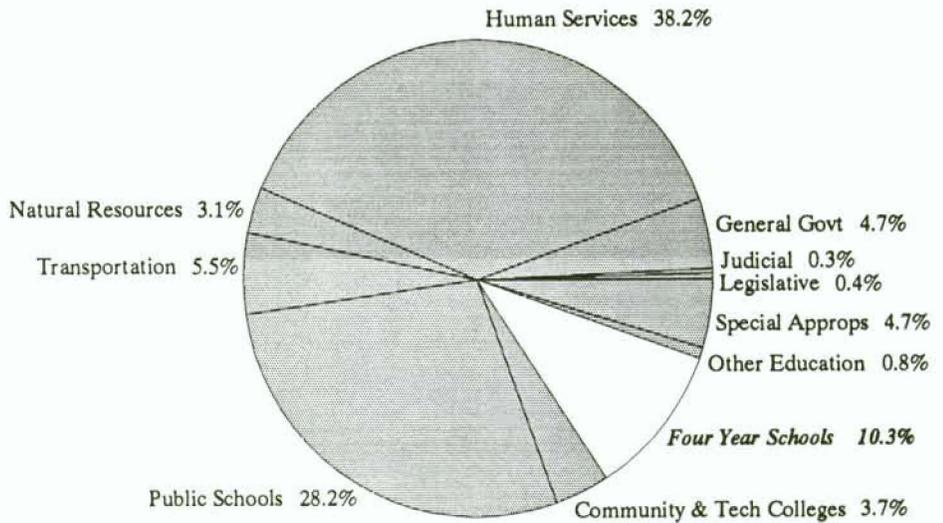
Salary Limitations

Section 915 of the operating budget act contains language concerning salary limitations for state employees for the 1993-95 biennium. This language is not intended to prevent promotions and compensation associated with these promotions. In addition, higher education institutions may use other funding sources to grant salary increases to faculty being lured by competitive offers.

Washington State 1993-95 Operating Budget Total Budgeted Funds

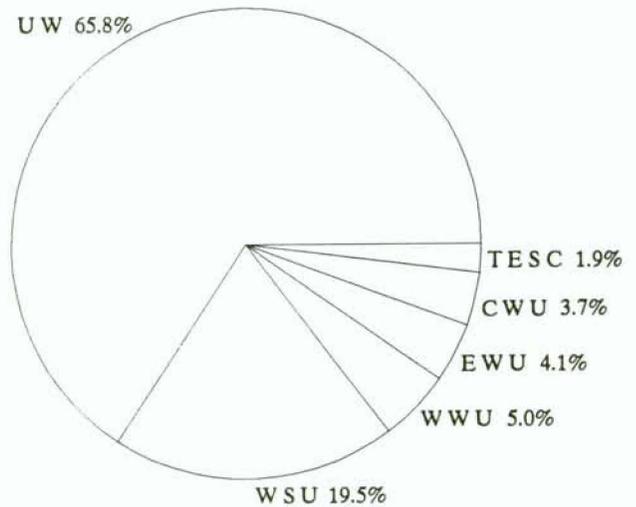
(Dollars in Thousands)

Legislative	108,635
Judicial	98,894
General Government	1,407,183
Human Services	11,397,453
Natural Resources	937,174
Transportation	1,625,958
Public Schools	8,409,691
Community & Tech Colleges	1,104,194
<i>Four Year Schools</i>	<i>3,082,669</i>
Other Education	229,052
Special Appropriations	1,404,056
Statewide Total	29,804,959



Washington State

U W	2,027,514
W S U	601,678
W W U	153,469
E W U	126,076
C W U	113,843
T E S C	60,089
<i>Four Year Schools</i>	<i>3,082,669</i>

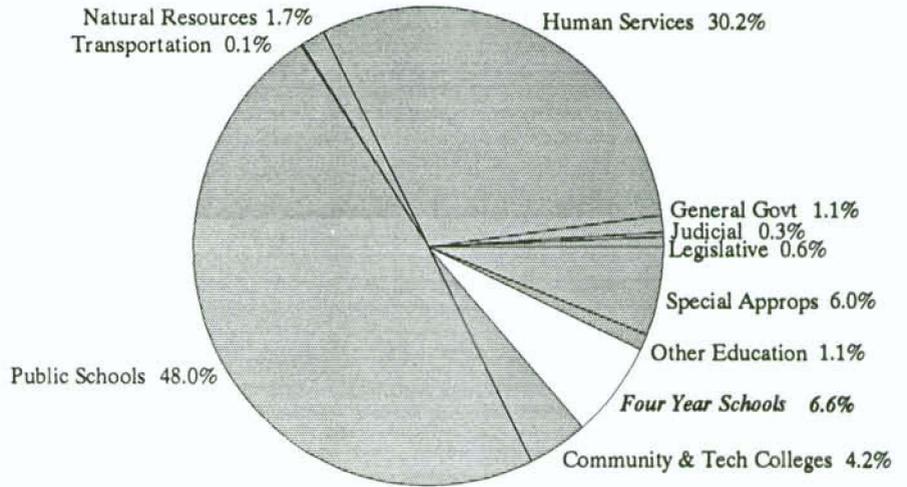


Four Year Schools

Washington State 1993-95 Operating Budget General Fund - State

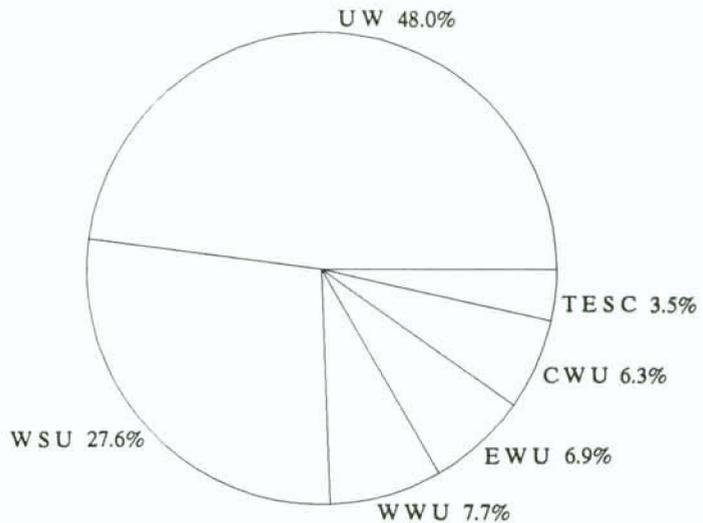
(Dollars in Thousands)

Legislative	101,545
Judicial	55,510
General Government	182,816
Human Services	4,875,185
Natural Resources	274,657
Transportation	20,759
Public Schools	7,753,641
Community & Tech Colleges	676,763
Four Year Schools	1,058,198
Other Education	175,519
Special Appropriations	962,129
Statewide Total	16,136,722



Washington State

UW	507,618
WSU	292,460
WWU	81,618
EWU	72,813
CWU	66,482
TESC	37,207
Four Year Schools	1,058,198



Four Year Schools

Higher Education

Enrollment History By Academic Year

	Actual Enrollment					Budgeted		
	1988	1989	1990	1991	1992	1993	1994	1995
Community & Technical Colleges*	84,304	84,392	85,896	86,015	89,787	102,346	107,670	110,386
Four Year Schools	69,562	70,314	71,075	72,566	73,071	73,699	74,884	75,676
University of Washington	29,493	29,679	29,623	30,123	30,723	30,826	31,104	31,290
Washington State University	16,035	16,025	16,590	16,777	16,452	17,029	17,243	17,385
Eastern Washington University	6,015	6,018	6,221	6,429	6,312	7,214	6,666	6,810
Central Washington University	6,872	6,924	7,214	7,417	7,360	6,451	7,429	7,573
The Evergreen State College	2,790	3,018	2,988	3,089	3,203	3,178	3,226	3,258
Western Washington University	8,357	8,650	8,439	8,731	9,021	9,001	9,216	9,360
Higher Ed Coordinating Board					7	50	50	50
Total Higher Education	153,866	154,706	156,971	158,581	162,865	176,095	182,604	186,112

NOTES:

* Enrollments for the Technical Colleges were merged into the Community College System beginning in 1993.

Data Sources:

Actual enrollment data from OFM Higher Education Enrollment Statistics and Projections 1993–95;
Budgeted data from SSB 5968, May 1993.

Higher Education

Enrollment Increases By Academic Year

FTE STUDENT ENROLLMENT					
	Beginning Level July 1, 1993	Increase 1994	Budgeted 1994	Increase 1995	Budgeted 1995
Community & Technical Colleges	102,346	5,324	107,670	2,716	110,386
Four Year Schools	73,699	1,185	74,884	792	75,676
University of Washington	30,826	278	31,104	186	31,290
Washington State University *	17,029	214	17,243	142	17,385
Central Washington University	6,451	215	6,666	144	6,810
Eastern Washington University *	7,214	215	7,429	144	7,573
The Evergreen State College	3,178	48	3,226	32	3,258
Western Washington University	9,001	215	9,216	144	9,360
Higher Ed Coordinating Board					
Timber Workers	50	0	50	0	50
Total Higher Education	176,095	6,509	182,604	3,508	186,112

NOTES:

* Includes shifting 154 Intercollegiate Center for Nursing Education (ICNE) students from EWU to WSU.

Data Sources:

SSB 5968

Community and Technical College System
1993-95 Enrollment Plan – District Allocations

<u>Number</u>	<u>District</u>	<u>Beginning Level July 1, 1993</u>	<u>Increase 1993-95</u>	<u>Budgeted 1995</u>
28	Bates	3,446	78	3,524 ✓
8	Bellevue	5,096	168	5,264
25	Bellingham	1,399	44	1,443 ✓
18	Big Bend	1,207	42	1,249
12	Centralia	1,732	32	1,764
14	Clark	4,705	127	4,832
29	Clover Park	3,288	73	3,361 ✓
19	Columbia Basin	3,594	76	3,670
23	Edmonds	3,331	125	3,456
5	Everett	3,837	103	3,940
2	Grays Harbor	1,323	73	1,396
10	Green River	4,186	118	4,304
9	Highline	4,793	103	4,896
26	Lake Washington	1,956	128	2,084 ✓
13	Lower Columbia	2,156	45	2,201
3	Olympic	3,657	185	3,842
1	Peninsula	1,127	86	1,213
11	Pierce	4,125	103	4,228
27	Renton	2,457	76	2,533 ✓
6	Seattle	11,665	233	11,898
7	Shoreline	4,479	81	4,560
4	Skagit Valley	2,739	75	2,814
24	South Puget Sound	2,263	179	2,442
17	Spokane	11,456	151	11,607
22	Tacoma	3,323	71	3,394
20	Walla Walla	2,242	38	2,280
15	Wenatchee Valley	1,850	34	1,884
21	Whatcom	1,358	57	1,415
16	Yakima Valley	3,056	336	3,392
	System Subtotal	101,846	3,040	104,886
	Timber FTEs	500	0	500
	Workforce Trust	0	5,000	5,000
	System Total	102,346 <i>f49 ✓ + 5324</i>	8,040 <i>f495 + 2716</i>	110,386

Data Sources:

State Board for Community and Technical Colleges and SSB 5968.

1993 – 95 New Tuition and Fee Rates

	Current Year	NEW RATES	
	<u>1992 – 93</u>	<u>1993 – 94</u>	<u>1994 – 95</u>
Research Universities			
Resident Undergraduate	2,253	2,532	2,907
Resident Graduate	3,537	3,978	4,566
Resident MD/DDS/DVM	5,748	6,480	7,458
Nonresident Undergraduate	6,345	7,134	8,199
Nonresident Graduate	8,850	9,963	11,436
Nonresident MD/DDS/DVM	14,619	16,476	18,933
Comprehensive Institutions			
Resident Undergraduate	1,785	1,971	2,256
Resident Graduate	2,844	3,138	3,600
Nonresident Undergraduate	6,297	6,948	7,974
Nonresident Graduate	8,640	9,537	10,935
Community & Technical Colleges			
Resident Undergraduate	999	1,125	1,296
Nonresident Undergraduate	3,939	4,425	5,094

NOTES:

Rates have been rounded per the Higher Education Coordinating Board.

Community & Technical College System
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	693,563	306,387	999,950
1993 SUPPLEMENTAL	960	0	960
TOTAL 1991-93 BIENNIUM	694,523	306,387	1,000,910
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	713,852	351,718	1,065,570
POLICY ITEMS			
1. TUITION REVENUE OFFSET	(33,245)	33,245	0
2. EFFICIENCY INITIATIVES	(28,448)	0	(28,448)
3. TRANSFER FUND 149 TO 148	0	0	0
4. HEALTH INSURANCE	2,953	0	2,953
5. OPERATING FEE TRANSFER TO FUND 149	0	0	0
6. ENROLLMENT INCREASE	20,093	0	20,093
7. RETROSPECTIVE RATE ADJ: L & I	0	12	12
8. TRAVEL MANAGEMENT SAVINGS	(320)	(148)	(468)
9. INTERAGENCY BILLINGS	(235)	0	(235)
10. OLYMPIC COLLEGE TWO-PLUS-TWO	150	0	150
11. INSTRUCTIONAL EQUIPMENT	3,364	0	3,364
12. DISLOCATED WORKER PROGRAMS	0	42,604	42,604
13. CONSOLIDATED MAIL SAVINGS	(6)	0	(6)
14. TRAVEL REDUCTION	(1,395)	0	(1,395)
TOTAL 1993-95 BIENNIUM	676,763	427,431	1,104,194

Comments:

1. TUITION REVENUE OFFSET – Chapter 18, Laws of 1993 1st sp.s. (2ESSB 5982), increases tuition by approximately 9 percent for fiscal year 1994 and an additional 13 percent in fiscal year 1995, above the current law tuition increases. Student and activities fees (S&A) are held at the current law amounts for the 1993-95 biennium. Because tuition revenue is deposited into the institution's local account (fund 149), a GF-State fund shift is necessary. This offset includes operating fee revenue from tuition rate increases, additional students, and interest estimated from tuition.
2. EFFICIENCY INITIATIVES – The essential requirements level budget, including GF-State and tuition monies, is reduced by 3.3 percent. Savings will be achieved through improved management, reductions in administration, consolidation of programs, elimination of duplication, utilization of other resources, and increased productivity. It is intended that no enrollment reductions be taken; that assessment activities be continued; that minority recruitment and retention be maintained and that reductions be made consistent with institutional strategic plans.
3. TRANSFER FUND 149 TO 148 – Eliminates the individual tuition operating fee treasury account (272S) and provides that operating fees from tuition be collected and expended from local fund 149. All currently existing community college fund 149 balances are moved into fund 148, so that only the tuition operating fees and interest are in fund 149.
4. HEALTH INSURANCE – Reflects the change in employee health benefit rates and changes due to Chapter 492, Laws of 1993 (E2SSB 5304 – Health Care Reform).
5. OPERATING FEE TRANSFER TO FUND 149 – Eliminates the individual tuition operating fee treasury account (272S) and provides that operating fees from tuition be collected and expended from local fund 149. All currently existing fund 149 balances are moved into fund 148, so that only the tuition operating fees and interest are in fund 149.
6. ENROLLMENT INCREASE – Funds an increase in student FTE enrollments of 1,824 in fiscal year 1994 and an additional 1,216 in fiscal year 1995, for a total increase of 3,040 funded from the state general fund. Item 12, Dislocated Worker Programs, funds an additional 5,000 FTE enrollments from the Employment and Training Trust Fund for workforce training programs for dislocated workers.
7. RETROSPECTIVE RATE ADJ: L & I – Provides appropriation authority to spend industrial insurance premium refunds payable from the Department of Labor and Industries to the community and technical college system.
8. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.

Community & Technical College System

9. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
10. OLYMPIC COLLEGE TWO-PLUS-TWO – Funding is provided for the Olympic College Two-Plus-Two program. The program assists community college students in completing their baccalaureate degree at the Olympic campus by forming a partnership with the University of Washington and Western Washington University for upper-division services. Funding is provided for an administrative coordinator, support staff coordinator, academic support, student services support and library linkage at Olympic College.
11. INSTRUCTIONAL EQUIPMENT – Provides \$3,364,000 for instructional equipment for the technical colleges.
12. DISLOCATED WORKER PROGRAMS – Provides \$35,120,000 from the Employment and Training Trust Fund for training and related support services for dislocated workers as specified in Chapter 226, Laws of 1993 (ESHB 1988 – Workforce Training). Of the total amount, \$27,630,000 is for enrollment of 3,500 dislocated workers in fiscal year 1994 and 5,000 in fiscal year 1995. An estimated \$7,484,000 in tuition revenue also supports the additional enrollment. The State Board for Community and Technical Colleges allocates the enrollment funding among the colleges, with a minimum of 225 designated each year for Grays Harbor College. In addition to enrollment, the Training Trust Fund appropriation provides support services for enrolled dislocated workers: \$3,245,000 for childcare; \$500,000 for transportation; and \$3,745,000 for locally administered financial aid.
13. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
14. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

University of Washington
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	528,842	1,454,420	1,983,262
1993 SUPPLEMENTAL	2,307	112	2,419
TOTAL 1991-93 BIENNIUM	531,149	1,454,532	1,985,681
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	560,778	1,485,252	2,046,030
POLICY ITEMS			
1. TUITION REVENUE OFFSET	(29,454)	29,454	0
2. EFFICIENCY INITIATIVES	(30,240)	0	(30,240)
3. TRANSFER FUND 149 TO 148	0	0	0
4. HEALTH INSURANCE	2,182	0	2,182
5. OPERATING FEE TRANSFER TO FUND 149	0	0	0
6. TA/RA HEALTH BENEFITS	0	2,900	2,900
7. ENROLLMENT INCREASE	6,556	0	6,556
8. TRAVEL MANAGEMENT SAVINGS	(226)	(610)	(836)
9. INTERAGENCY BILLINGS	(134)	0	(134)
10. HEALTH CARE REFORM	0	2,300	2,300
11. PHYSICIAN ASSISTANTS TRAINING	0	300	300
12. ADVANCED NURSING PROGRAM	0	300	300
13. TRAVEL REDUCTION	(1,844)	0	(1,844)
TOTAL 1993-95 BIENNIUM	507,618	1,519,896	2,027,514

Comments:

- | | |
|---|--|
| <p>1. TUITION REVENUE OFFSET – Chapter 18, Laws of 1993 1st sp.s. (2ESSB 5982), increases tuition by approximately 9 percent for fiscal year 1994 and an additional 13 percent in fiscal year 1995, above the current law tuition increases. Student and activities fees (S&A) are held at the current law amounts for the 1993-95 biennium. Because tuition revenue is deposited into the institution's local account (fund 149), a GF-State fund shift is necessary. This offset includes operating fee revenue from tuition rate increases, additional students, and interest estimated from tuition.</p> <p>2. EFFICIENCY INITIATIVES – The essential requirements level budget, including GF-State and tuition monies, is reduced by 4.3 percent. Savings will be achieved through improved management, reductions in administration, consolidation of programs, elimination of duplication, utilization of other resources, and increased productivity. It is intended that no enrollment reductions be taken; that undergraduate programs be protected; assessment activities continued; minority recruitment and retention maintained and that reductions will be made consistent with institutional strategic plans.</p> <p>3. TRANSFER FUND 149 TO 148 – Eliminates the individual tuition operating fee treasury account (260S) and provides that operating fees from tuition be collected and expended from local fund 149. All currently existing fund 149 balances are moved into fund 148, so that only the tuition operating fees and interest are in fund 149.</p> | <p>4. HEALTH INSURANCE – Reflects the change in employee health benefit rates and changes due to Chapter 492, Laws of 1993 (E2SSB 5304 – Health Care Reform).</p> <p>5. OPERATING FEE TRANSFER TO FUND 149 – Eliminates the individual tuition operating fee treasury account (260S) and provides that operating fees from tuition be collected and expended from local fund 149. All currently existing fund 149 balances are moved into fund 148, so that only the tuition operating fees and interest are in fund 149.</p> <p>6. TA/RA HEALTH BENEFITS – Funds a health care package for graduate teaching assistants and research assistants from the Health Services Account.</p> <p>7. ENROLLMENT INCREASE – Funds the following increase in student FTE enrollments: Main campus 160, Evening Degree program 150, Tacoma branch 100 and Bothell branch 54, for a total UW increase of 464 student FTEs.</p> <p>8. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.</p> <p>9. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.</p> |
|---|--|

University of Washington

10. HEALTH CARE REFORM – Provides funding from the Health Services Account to increase the supply of primary health care providers, per Chapter 492, Laws of 1993 (E2SSB 5304 – Health Care Reform).
11. PHYSICIAN ASSISTANTS TRAINING – Provides funding from the Health Services Account to expand community based training for physician assistants, per Chapter 492, Laws of 1993 (E2SSB 5304 – Health Care Reform).
12. ADVANCED NURSING PROGRAM – Provides funding from the Health Services Account to increase the supply of advanced registered nurse practitioners, per Chapter 492, Laws of 1993 (E2SSB 5304 – Health Care Reform).
13. TRAVEL REDUCTION – Agency GF–State travel expenditures are reduced by a total of 25 percent.

Washington State University

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	304,512	245,906	550,418
1993 SUPPLEMENTAL	668	28	696
TOTAL 1991-93 BIENNIUM	305,180	245,934	551,114
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	319,577	292,236	611,813
POLICY ITEMS			
1. TUITION REVENUE OFFSET	(15,742)	15,742	0
2. EFFICIENCY INITIATIVES	(16,788)	0	(16,788)
3. TRANSFER FUND 149 TO 148	0	0	0
4. HEALTH INSURANCE	1,237	0	1,237
5. OPERATING FEE TRANSFER TO FUND 149	0	0	0
6. TA/RA HEALTH BENEFITS	0	1,400	1,400
7. ENROLLMENT INCREASE	6,097	0	6,097
8. TRAVEL MANAGEMENT SAVINGS	(180)	(160)	(340)
9. INTERAGENCY BILLINGS	(228)	0	(228)
10. AQUACULTURE CERTIFICATION CENTER	120	0	120
11. TRAVEL REDUCTION	(1,633)	0	(1,633)
TOTAL 1993-95 BIENNIUM	292,460	309,218	601,678

Comments:

1. TUITION REVENUE OFFSET – Chapter 18, Laws of 1993 1st sp.s. (2ESSB 5982), increases tuition by approximately 9 percent for fiscal year 1994 and an additional 13 percent in fiscal year 1995, above the current law tuition increases. Student and activities fees (S&A) are held at the current law amounts for the 1993-95 biennium. Because tuition revenue is deposited into the institution's local account (fund 149), a GF-State fund shift is necessary. This offset includes operating fee revenue from tuition rate increases, additional students, and interest estimated from tuition. (271S) and provides that operating fees from tuition be collected and expended from local fund 149. All currently existing fund 149 balances are moved into fund 148, so that only the tuition operating fees and interest are in fund 149.
2. EFFICIENCY INITIATIVES – The essential requirements level budget, including GF-State and tuition monies, is reduced by 4.3 percent. Savings will be achieved through improved management, reductions in administration, consolidation of programs, elimination of duplication, utilization of other resources, and increased productivity. It is intended that no enrollment reductions be taken; that undergraduate programs be protected; assessment activities continued; minority recruitment and retention maintained and that reductions will be made consistent with institutional strategic plans.
3. TRANSFER FUND 149 TO 148 – Eliminates the individual tuition operating fee treasury account (271S) and provides that operating fees from tuition be collected and expended from local fund 149. All currently existing fund 149 balances are moved into fund 148, so that only the tuition operating fees and interest are in fund 149.
4. HEALTH INSURANCE – Reflects the change in employee health benefit rates and changes due to Chapter 492, Laws of 1993 (E2SSB 5304 – Health Care Reform).
5. OPERATING FEE TRANSFER TO FUND 149 – Eliminates the individual tuition operating fee treasury account (271S) and provides that operating fees from tuition be collected and expended from local fund 149. All currently existing fund 149 balances are moved into fund 148, so that only the tuition operating fees and interest are in fund 149.
6. TA/RA HEALTH BENEFITS – Funds a health care package for graduate teaching assistants and research assistants from the Health Services Account.
7. ENROLLMENT INCREASE – Funds the following increase in student FTE enrollments: Pullman campus 66, Spokane branch 25, Tri-Cities branch 55, and Vancouver branch 210, for a total WSU increase of 356. Budgeted enrollment levels also include a transfer of 154 FTE students from the ICNE (Intercollegiate Center for Nursing Education) program from Eastern Washington University to Washington State University.
8. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
9. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
10. AQUACULTURE CERTIFICATION CENTER – Funds the establishment of an aquaculture certification center to control disease and protect general aquatic animal health. The center, located at the WSU Research and Extension Center in Puyallup, will provide certification of product fitness for national and international markets.
11. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Eastern Washington University

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	76,461	42,573	119,034
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	78,670	47,882	126,552
POLICY ITEMS			
1. TUITION REVENUE OFFSET	(5,193)	5,193	0
2. EFFICIENCY INITIATIVES	(4,496)	0	(4,496)
3. TRANSFER FUND 149 TO 148	0	0	0
4. HEALTH INSURANCE	349	0	349
5. OPERATING FEE TRANSFER TO FUND 149	0	0	0
6. TA/RA HEALTH BENEFITS	0	200	200
7. ENROLLMENT INCREASE	4,072	0	4,072
8. TRAVEL MANAGEMENT SAVINGS	(36)	(12)	(48)
9. INTERAGENCY BILLINGS	(9)	0	(9)
10. TRAVEL REDUCTION	(544)	0	(544)
TOTAL 1993-95 BIENNIUM	72,813	53,263	126,076

Comments:

1. TUITION REVENUE OFFSET – Chapter 18, Laws of 1993 1st sp.s. (2ESSB 5982), increases tuition by approximately 9 percent for fiscal year 1994 and an additional 13 percent in fiscal year 1995, above the current law tuition increases. Student and activities fees (S&A) are held at the current law amounts for the 1993-95 biennium. Because tuition revenue is deposited into the institution's local account (fund 149), a GF-State fund shift is necessary. This offset includes operating fee revenue from tuition rate increases, additional students, and interest estimated from tuition.
2. EFFICIENCY INITIATIVES – The essential requirements level budget, including GF-State and tuition monies, is reduced by 4.3 percent. Savings will be achieved through improved management, reductions in administration, consolidation of programs, elimination of duplication, utilization of other resources, and increased productivity. It is intended that no enrollment reductions be taken; that undergraduate programs be protected; assessment activities continued; minority recruitment and retention maintained and that reductions will be made consistent with institutional strategic plans.
3. TRANSFER FUND 149 TO 148 – Eliminates the individual tuition operating fee treasury account (270S) and provides that operating fees from tuition be collected and expended from local fund 149. All currently existing fund 149 balances are moved into fund 148, so that only the tuition operating fees and interest are in fund 149.
4. HEALTH INSURANCE – Reflects the change in employee health benefit rates and changes due to Chapter 492, Laws of 1993 (E2SSB 5304 – Health Care Reform).
5. OPERATING FEE TRANSFER TO FUND 149 – Eliminates the individual tuition operating fee treasury account (270S) and provides that operating fees from tuition be collected and expended from local fund 149. All currently existing fund 149 balances are moved into fund 148, so that only the tuition operating fees and interest are in fund 149.
6. TA/RA HEALTH BENEFITS – Funds a health care package for graduate teaching assistants and research assistants from the Health Services Account.
7. ENROLLMENT INCREASE – Funds an increase in student FTE enrollments of 215 in fiscal year 1994 and an additional 144 in fiscal year 1995, for a total increase of 359. Budgeted enrollment levels also include a transfer of 154 FTE students from the ICNE (Intercollegiate Center for Nursing Education) program from Eastern Washington University to Washington State University.
8. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
9. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
10. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Central Washington University

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	67,227	41,565	108,792
1993 SUPPLEMENTAL	133	13	146
TOTAL 1991-93 BIENNIUM	67,360	41,578	108,938
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	71,346	42,286	113,632
POLICY ITEMS			
1. TUITION REVENUE OFFSET	(4,943)	4,943	0
2. EFFICIENCY INITIATIVES	(3,878)	0	(3,878)
3. TRANSFER FUND 149 TO 148	0	0	0
4. HEALTH INSURANCE	297	0	297
5. OPERATING FEE TRANSFER TO FUND 149	0	0	0
6. TA/RA HEALTH BENEFITS	0	140	140
7. ENROLLMENT INCREASE	4,001	0	4,001
8. TRAVEL MANAGEMENT SAVINGS	(26)	(8)	(34)
9. INTERAGENCY BILLINGS	(75)	0	(75)
10. TRAVEL REDUCTION	(240)	0	(240)
TOTAL 1993-95 BIENNIUM	66,482	47,361	113,843

Comments:

1. TUITION REVENUE OFFSET – Chapter 18, Laws of 1993 1st sp.s. (2ESSB 5982), increases tuition by approximately 9 percent for fiscal year 1994 and an additional 13 percent in fiscal year 1995, above the current law tuition increases. Student and activities fees (S&A) are held at the current law amounts for the 1993-95 biennium. Because tuition revenue is deposited into the institution's local account (fund 149), a GF-State fund shift is necessary. This offset includes operating fee revenue from tuition rate increases, additional students, and interest estimated from tuition.
2. EFFICIENCY INITIATIVES – The essential requirements level budget, including GF-State and tuition monies, is reduced by 4.3 percent. Savings will be achieved through improved management, reductions in administration, consolidation of programs, elimination of duplication, utilization of other resources, and increased productivity. It is intended that no enrollment reductions be taken; that undergraduate programs be protected; assessment activities continued; minority recruitment and retention maintained and that reductions will be made consistent with institutional strategic plans.
3. TRANSFER FUND 149 TO 148 – Eliminates the individual tuition operating fee treasury account (275S) and provides that operating fees from tuition be collected and expended from local fund 149. All currently existing fund 149 balances are moved into fund 148, so that only the tuition operating fees and interest are in fund 149.
4. HEALTH INSURANCE – Reflects the change in employee health benefit rates and changes due to Chapter 492, Laws of 1993 (E2SSB 5304 – Health Care Reform).
5. OPERATING FEE TRANSFER TO FUND 149 – Eliminates the individual tuition operating fee treasury account (275S) and provides that operating fees from tuition be collected and expended from local fund 149. All currently existing fund 149 balances are moved into fund 148, so that only the tuition operating fees and interest are in fund 149.
6. TA/RA HEALTH BENEFITS – Funds a health care package for graduate teaching assistants and research assistants from the Health Services Account.
7. ENROLLMENT INCREASE – Funds an increase in student FTE enrollments of 215 in fiscal year 1994 and an additional 144 in fiscal year 1995, for a total increase of 359.
8. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
9. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
10. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

The Evergreen State College
(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	41,044	18,667	59,711
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	41,636	19,806	61,442
POLICY ITEMS			
1. TUITION REVENUE OFFSET	(3,080)	3,080	0
2. EFFICIENCY INITIATIVES	(2,412)	0	(2,412)
3. TRANSFER FUND 149 TO 148	0	0	0
4. HEALTH INSURANCE	191	0	191
5. OPERATING FEE TRANSFER TO FUND 149	0	0	0
6. ENROLLMENT INCREASE	1,130	0	1,130
7. TRAVEL MANAGEMENT SAVINGS	(14)	(4)	(18)
8. INTERAGENCY BILLINGS	(44)	0	(44)
9. TRAVEL REDUCTION	(200)	0	(200)
TOTAL 1993-95 BIENNIUM	37,207	22,882	60,089

Comments:

- | | |
|---|--|
| <p>1. TUITION REVENUE OFFSET – Chapter 18, Laws of 1993 1st sp.s. (2ESSB 5982), increases tuition by approximately 9 percent for fiscal year 1994 and an additional 13 percent in fiscal year 1995, above the current law tuition increases. Student and activities fees (S&A) are held at the current law amounts for the 1993-95 biennium. Because tuition revenue is deposited into the institution's local account (fund 149), a GF-State fund shift is necessary. This offset includes operating fee revenue from tuition rate increases, additional students, and interest estimated from tuition.</p> <p>2. EFFICIENCY INITIATIVES – The essential requirements level budget, including GF-State and tuition monies, is reduced by 4.3 percent. Savings will be achieved through improved management, reductions in administration, consolidation of programs, elimination of duplication, utilization of other resources, and increased productivity. It is intended that no enrollment reductions be taken; that undergraduate programs be protected; assessment activities continued; minority recruitment and retention maintained and that reductions will be made consistent with institutional strategic plans. It is the intent of the Legislature to provide \$653,000 for legislative studies performed by the Washington State Institute for Public Policy.</p> <p>3. TRANSFER FUND 149 TO 148 – Eliminates the individual tuition operating fee treasury account (276S) and provides that operating fees from tuition be collected and expended from local fund 149. All currently existing fund 149 balances are moved into fund 148, so that only the tuition operating fees and interest are in fund 149.</p> <p>4. HEALTH INSURANCE – Reflects the change in employee health benefit rates and changes due to Chapter 492, Laws of 1993 (E2SSB 5304 – Health Care Reform).</p> <p>5. OPERATING FEE TRANSFER TO FUND 149 – Eliminates the individual tuition operating fee treasury account (276S) and provides that operating fees from tuition be collected and expended from local fund 149. All currently</p> | <p>existing fund 149 balances are moved into fund 148, so that only the tuition operating fees and interest are in fund 149.</p> <p>6. ENROLLMENT INCREASE – Funds an increase in student FTE enrollments of 48 in fiscal year 1994 and an additional 32 in fiscal year 1995, for a total increase of 80.</p> <p>7. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.</p> <p>8. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.</p> <p>9. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.</p> |
|---|--|

Western Washington University
(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	86,069	61,421	147,490
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	89,584	65,066	154,650
POLICY ITEMS			
1. TUITION REVENUE OFFSET	(6,601)	6,601	0
2. EFFICIENCY INITIATIVES	(5,080)	0	(5,080)
3. TRANSFER FUND 149 TO 148	0	0	0
4. HEALTH INSURANCE	329	0	329
5. OPERATING FEE TRANSFER TO FUND 149	0	0	0
6. TA/RA HEALTH BENEFITS	0	200	200
7. ENROLLMENT INCREASE	3,767	0	3,767
8. TRAVEL MANAGEMENT SAVINGS	(48)	(16)	(64)
9. INTERAGENCY BILLINGS	94	0	94
10. TRAVEL REDUCTION	(427)	0	(427)
TOTAL 1993-95 BIENNIUM	81,618	71,851	153,469

Comments:

1. TUITION REVENUE OFFSET – Chapter 18, Laws of 1993 1st sp.s. (2ESSB 5982), increases tuition by approximately 9 percent for fiscal year 1994 and an additional 13 percent in fiscal year 1995, above the current law tuition increases. Student and activities fees (S&A) are held at the current law amounts for the 1993-95 biennium. Because tuition revenue is deposited into the institution's local account (fund 149), a GF-State fund shift is necessary. This offset includes operating fee revenue from tuition rate increases, additional students, and interest estimated from tuition.
2. EFFICIENCY INITIATIVES – The essential requirements level budget, including GF-State and tuition monies, is reduced by 4.3 percent. Savings will be achieved through improved management, reductions in administration, consolidation of programs, elimination of duplication, utilization of other resources, and increased productivity. It is intended that no enrollment reductions be taken; that undergraduate programs be protected; assessment activities continued; minority recruitment and retention maintained and that reductions will be made consistent with institutional strategic plans.
3. TRANSFER FUND 149 TO 148 – Eliminates the individual tuition operating fee treasury account (280S) and provides that operating fees from tuition be collected and expended from local fund 149. All currently existing fund 149 balances are moved into fund 148, so that only the tuition operating fees and interest are in fund 149.
4. HEALTH INSURANCE – Reflects the change in employee health benefit rates and changes due to Chapter 492, Laws of 1993 (E2SSB 5304 – Health Care Reform).
5. OPERATING FEE TRANSFER TO FUND 149 – Eliminates the individual tuition operating fee treasury account (280S) and provides that operating fees from tuition be collected and expended from local fund 149. All currently existing fund 149 balances are moved into fund 148, so that only the tuition operating fees and interest are in fund 149.
6. TA/RA HEALTH BENEFITS – Funds a health care package for graduate teaching assistants and research assistants from the Health Services Account.
7. ENROLLMENT INCREASE – Funds an increase in student FTE enrollments of 215 in fiscal year 1994 and an additional 144 in fiscal year 1995, for a total increase of 359.
8. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
9. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
10. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Other Education

Mergers and Consolidations

The Higher Education Personnel Board is eliminated and staff is consolidated into the Department of Personnel and the Personnel Appeals Board. Funding of \$1.9 million is transferred under Chapter 281, Laws of 1993 (ESHB 2054).

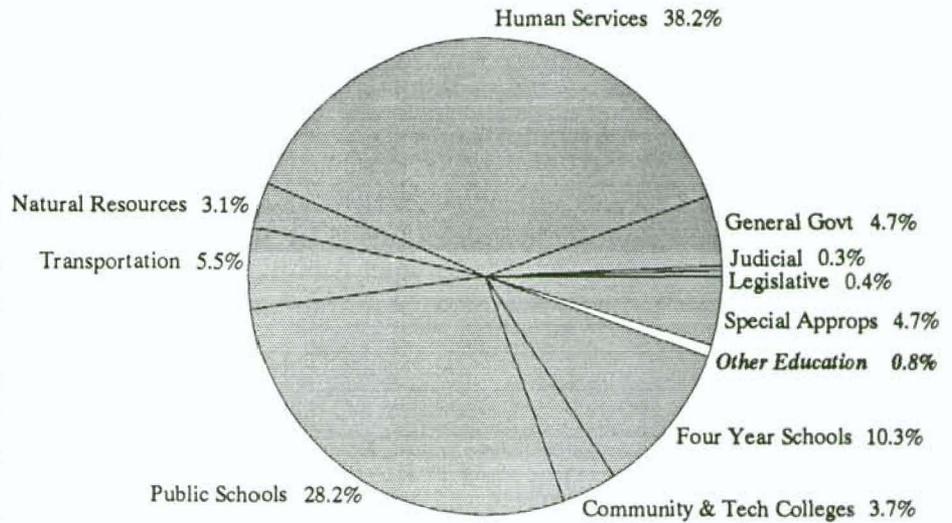
In addition, the State Capital Historical Association is merged into the Washington State Historical Society forming one agency on the west side of the state to focus on historic preservation, heritage issues, and operating historical museums in Olympia and Tacoma. The Eastern Washington State Historical Association will continue to provide services in eastern Washington and operate the Cheney Cowles Museum.

Washington State 1993-95 Operating Budget

Total Budgeted Funds

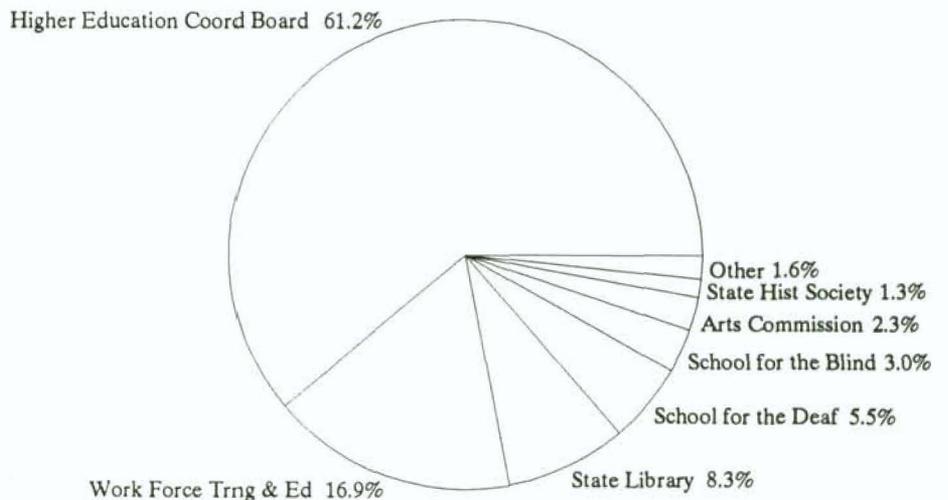
(Dollars in Thousands)

Legislative	108,635
Judicial	98,894
General Government	1,407,183
Human Services	11,397,453
Natural Resources	937,174
Transportation	1,625,958
Public Schools	8,409,691
Community & Tech Colleges	1,104,194
Four Year Schools	3,082,669
<i>Other Education</i>	<i>229,052</i>
Special Appropriations	1,404,056
Statewide Total	29,804,959



Washington State

Higher Ed Coord Board	140,105
Work Force Trng & Ed	38,666
State Library	18,904
School for the Deaf	12,606
School for the Blind	6,888
Arts Commission	5,208
State Historical Society	2,963
Other	3,712
<i>Other Education</i>	<i>229,052</i>

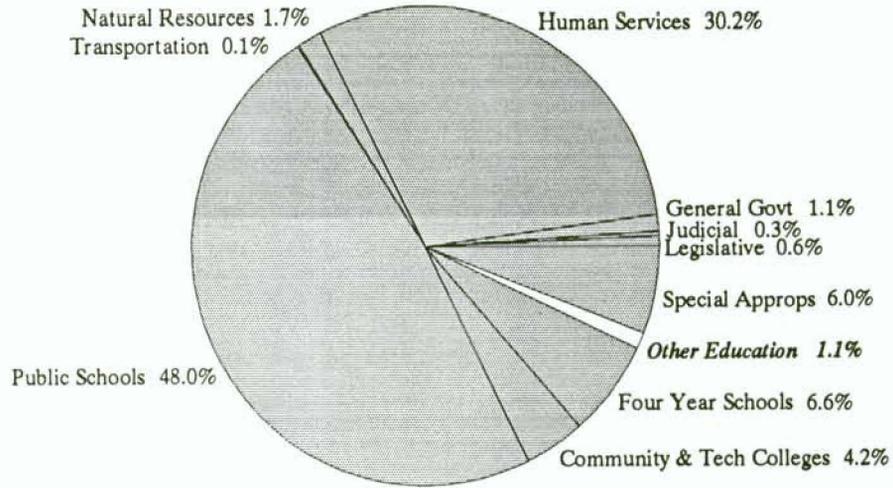


Other Education

Washington State 1993-95 Operating Budget General Fund - State

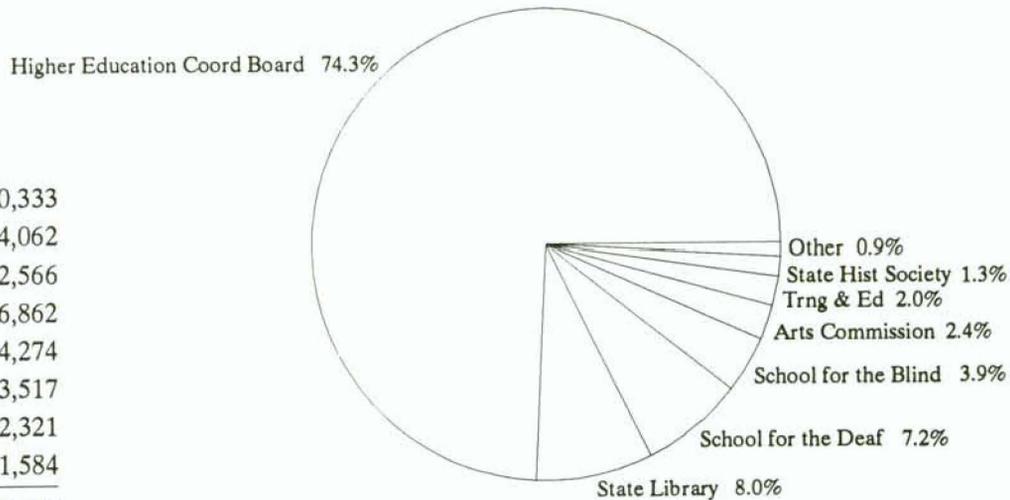
(Dollars in Thousands)

Legislative	101,545
Judicial	55,510
General Government	182,816
Human Services	4,875,185
Natural Resources	274,657
Transportation	20,759
Public Schools	7,753,641
Community & Tech Colleges	676,763
Four Year Schools	1,058,198
<i>Other Education</i>	<i>175,519</i>
Special Appropriations	962,129
Statewide Total	16,136,722



Washington State

Higher Ed Coord Board	130,333
State Library	14,062
School for the Deaf	12,566
School for the Blind	6,862
Arts Commission	4,274
Work Force Trng & Ed	3,517
State Historical Society	2,321
Other	1,584
<i>Other Education</i>	<i>175,519</i>



Other Education

Compact for Education
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	98	0	98
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	118	0	118
POLICY ITEMS			
1. DISCONTINUE COMPACT MEMBERSHIP	<u>(118)</u>	<u>0</u>	<u>(118)</u>
TOTAL 1993-95 BIENNIUM	0	0	0

Comments:

1. DISCONTINUE COMPACT MEMBERSHIP – Reflects savings from not paying dues for membership in the Education Commission for the States.

Higher Education Coordinating Board

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	79,251	4,242	83,493
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	79,332	4,742	84,074
POLICY ITEMS			
1. STATE NEED GRANT	52,600	2,800	55,400
2. REDUCE - EDUCATIONAL OPPORT. GRANT	(1,000)	0	(1,000)
3. HEALTH INSURANCE	19	0	19
4. INFORMATION SERVICES REDUCTIONS	(20)	0	(20)
5. TRAVEL MANAGEMENT SAVINGS	(8)	0	(8)
6. INTERAGENCY BILLINGS	(20)	0	(20)
7. INFLATION	(170)	0	(170)
8. HEALTH CARE REFORM	0	2,230	2,230
9. CITIZENS SCHOLARSHIP MATCH	50	0	50
10. TRANSFER EXCELLENCE AWARD	53	0	53
11. ADMINISTRATION REDUCTION	(272)	0	(272)
12. EQUIPMENT REDUCTION	(12)	0	(12)
13. FTE REDUCTION	(167)	0	(167)
14. TRAVEL REDUCTION	(52)	0	(52)
TOTAL 1993-95 BIENNIUM	130,333	9,772	140,105

Comments:

1. STATE NEED GRANT - In the 1991-93 biennium, 19,850 need grants were funded, providing grants to students with family incomes up to \$12,500. For the 1993-95 biennium, funding is provided for an additional 18,150 students, with the goal of reaching 65 percent of the state's median family income level for a family of four (\$27,123). The Board is directed to serve the neediest students first.
2. REDUCE - EDUCATIONAL OPPORT. GRANT - Reduces the Educational Opportunity Grant program, currently serving 446 students, by 50 percent. The program was created in 1989 to provide supplemental grants of \$2,500 to eligible needy place-bound students to complete their upper division work at a nearby public or private institution.
3. HEALTH INSURANCE - Reflects the change in employee health benefit rates and changes due to Chapter 492, Laws of 1993 (E2SSB 5304 - Health Care Reform).
4. INFORMATION SERVICES REDUCTIONS - The elimination of internal Department of Information Services costs will enable rates on various computer services to be reduced beginning July 1, 1993.
5. TRAVEL MANAGEMENT SAVINGS - Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
6. INTERAGENCY BILLINGS - Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
7. INFLATION - The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
8. HEALTH CARE REFORM - Funding is provided for increases to the Health Repayment Loan program of \$2 million and \$230,000 for the Health Personnel Resources Plan from the Health Services Account created by Chapter 492, Laws of 1993 (E2SSB 5304 - Health Care Reform).
9. CITIZENS SCHOLARSHIP MATCH - Provides for a demonstration project that matches money raised for scholarships by new local chapters of the Citizen's Scholarship Foundation of America.
10. TRANSFER EXCELLENCE AWARD - Transfers \$53,000 from the office of the Superintendent of Public Instruction into the Higher Education Coordinating Board's Educator's Excellence awards program. This funds academic grants, recognition stipends, and educational grants awarded and administered under RCW 28A.625 through 28A.625.065, 28B.80.255, and 28B.80.265.
11. ADMINISTRATION REDUCTION - Agency administrative staff are reduced by about 15 percent.
12. EQUIPMENT REDUCTION - Funding for new equipment purchases are reduced by approximately 7 percent by eliminating the agency's request for new financing authority through the State Treasurer's lease purchase of equipment program.
13. FTE REDUCTION - State agency non-administrative staff are reduced by about 10 percent through a gradual cutback during the biennium.
14. TRAVEL REDUCTION - Agency GF-State travel expenditures are reduced by a total of 25 percent.

Joint Center for Higher Education
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	601	0	601
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	981	0	981
POLICY ITEMS			
1. PROPERTY MANAGEMENT COSTS	0	24	24
2. EXPENDITURE TRANSFER TO FUND 149	(130)	130	0
3. STAFF REDUCTION	(132)	0	(132)
4. INFLATION	(4)	0	(4)
5. TRAVEL REDUCTION	(4)	0	(4)
TOTAL 1993-95 BIENNIUM	711	154	865

Comments:

1. PROPERTY MANAGEMENT COSTS – Reflects the cost of the maintenance assessment for the Joint Center Board’s Riverpoint Education Park property.
2. EXPENDITURE TRANSFER TO FUND 149 – Shifts expenditures from the GF– State to the Joint Center Board’s local fund 149. The estimated annual revenue from property rental (\$65,000) will be deposited into their local fund.
3. STAFF REDUCTION – Reduces two mid–management staff FTE positions.
4. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
5. TRAVEL REDUCTION – Agency GF–State travel expenditures are reduced by a total of 25 percent.

Work Force Training & Education Coordinating Board

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	4,026	33,610	37,636
1993 SUPPLEMENTAL	50	0	50
TOTAL 1991-93 BIENNIUM	4,076	33,610	37,686
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	4,151	35,153	39,304
POLICY ITEMS			
1. JOB SKILLS PROGRAM	(500)	0	(500)
2. TRAVEL MANAGEMENT SAVINGS	0	(4)	(4)
3. INTERAGENCY BILLINGS	6	0	6
4. INFLATION	(112)	0	(112)
5. TRAVEL REDUCTION	(28)	0	(28)
TOTAL 1993-95 BIENNIUM	3,517	35,149	38,666

Comments:

1. **JOB SKILLS PROGRAM** – Reduces the Job Skills Program from \$2.4 million to \$1.9 million. Approximately six fewer grants will be provided to schools and colleges to produce customized job training programs for private businesses.
2. **TRAVEL MANAGEMENT SAVINGS** – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
3. **INTERAGENCY BILLINGS** – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
4. **INFLATION** – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
5. **TRAVEL REDUCTION** – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Higher Education Personnel Board

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	0	2,312	2,312
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	2,402	2,402
POLICY ITEMS			
1. RESTRUCTURE MANAGEMENT STAFF	0	(48)	(48)
2. REDUCE AGENCY STAFF	0	(242)	(242)
3. TRAVEL MANAGEMENT SAVINGS	0	(2)	(2)
4. INTERAGENCY BILLINGS	0	(8)	(8)
5. ABOLISH BOARD	0	(26)	(26)
6. TRANSFER HEPB APPEALS	0	(178)	(178)
TOTAL 1993-95 BIENNIUM	0	1,898	1,898

Comments:

1. RESTRUCTURE MANAGEMENT STAFF – Two manager positions are reduced to supervisor positions and one supervisor position is eliminated. The level of overall staffing is not affected.
2. REDUCE AGENCY STAFF – Staffing is reduced by 2.5 FTEs, or approximately 15.5 percent, as a result of the GF-State budget shortfall.
3. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
4. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
5. ABOLISH BOARD – Savings of staff time and expenses are estimated due to the elimination of the Higher Education Personnel Board under Chapter 281, Laws of 1993 (ESHB 2054).
6. TRANSFER HEPB APPEALS – Funding and staff to support appeals from institutions of higher education and related boards are transferred under Chapter 281, Laws of 1993 (ESHB 2054).

State Library
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	14,422	4,796	19,218
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	15,032	4,844	19,876
POLICY ITEMS			
1. ADMINISTRATIVE REDUCTION	(406)	0	(406)
2. TRAVEL MANAGEMENT SAVINGS	(6)	(2)	(8)
3. INTERAGENCY BILLINGS	(236)	0	(236)
4. INFLATION	(236)	0	(236)
5. CONSOLIDATED MAIL SAVINGS	(58)	0	(58)
6. TRAVEL REDUCTION	(28)	0	(28)
TOTAL 1993-95 BIENNIUM	14,062	4,842	18,904

Comments:

1. ADMINISTRATIVE REDUCTION – Reduces two staff FTEs and \$306,708 in the Management Services program; and eliminates 1.3 FTEs and \$97,975 in the Library Services program by reallocating positions, reducing travel, goods and services, and reference and research services.
2. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
3. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
4. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
5. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
6. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Washington State Arts Commission
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	4,700	1,344	6,044
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	4,777	938	5,715
POLICY ITEMS			
1. TRAVEL MANAGEMENT SAVINGS	0	(4)	(4)
2. INTERAGENCY BILLINGS	2	0	2
3. INFLATION	(163)	0	(163)
4. CONSOLIDATED MAIL SAVINGS	(14)	0	(14)
5. ADMINISTRATION REDUCTION	(300)	0	(300)
6. TRAVEL REDUCTION	(28)	0	(28)
TOTAL 1993-95 BIENNIUM	4,274	934	5,208

Comments:

1. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
2. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
3. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
4. CONSOLIDATED MAIL SAVINGS – Anticipated savings in the 1993-95 biennium that result from the implementation of a new statewide consolidated mail system. The new system permits agencies to take advantage of pre-sort discounts from the U.S. Postal Service.
5. ADMINISTRATION REDUCTION – Agency administrative staff are reduced by about 15 percent.
6. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Washington State Historical Society
(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	1,354	738	2,092
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	1,400	560	1,960
POLICY ITEMS			
1. AGENCY WIDE REDUCTIONS	(68)	0	(68)
2. CONSOLIDATE SCHA WITHIN WSHS	1,008	82	1,090
3. INTERAGENCY BILLINGS	4	0	4
4. INFLATION	(18)	0	(18)
5. TRAVEL REDUCTION	(5)	0	(5)
TOTAL 1993-95 BIENNIUM	2,321	642	2,963

Comments:

1. AGENCY WIDE REDUCTIONS – This reduction results from the consolidation of the State Capital Historical Association within the Washington State Historical Society. Savings are realized through eliminating duplication of services such as accounting, governance, purchasing, etc.
2. CONSOLIDATE SCHA WITHIN WSHS – Reflects the consolidation of the State Capital Historical Association into the Washington State Historical Society, per Chapter 101, Laws of 1993 (SB 5139). The Washington State Historical Society is the lead agency, the State Capital Museum mission is preserved, and the capital museum facility remains open.
3. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
4. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
5. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Agency 400

State Capitol Historical Association
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	1,088	78	1,166
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	1,150	82	1,232
POLICY ITEMS			
1. EFFICIENCY REDUCTIONS	(54)	0	(54)
2. CONSOLIDATE SCHA WITHIN WSHA	(1,008)	(82)	(1,090)
3. INTERAGENCY BILLINGS	(75)	0	(75)
4. INFLATION	(13)	0	(13)
TOTAL 1993-95 BIENNIUM	0	0	0

Comments:

1. EFFICIENCY REDUCTIONS – This reduction results from the consolidation of the State Capitol Historical Association within the Washington State Historical Society. Savings are realized through eliminating duplication of services such as accounting, governance, purchasing, etc.
2. CONSOLIDATE SCHA WITHIN WSHA – Reflects the consolidation of the State Capitol Historical Association into the Washington State Historical Society, per Chapter 101, Laws of 1993 (SB 5139). The Washington State Historical Society is the lead agency, the State Capitol Museum mission is preserved, and the capital museum facility remains open.
3. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
4. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.

Eastern Washington State Historical Society
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	884	226	1,110
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	930	76	1,006
POLICY ITEMS			
1. INTERAGENCY BILLINGS	2	0	2
2. INFLATION	(13)	0	(13)
3. AGENCY WIDE REDUCTIONS	<u>(46)</u>	<u>0</u>	<u>(46)</u>
TOTAL 1993-95 BIENNIUM	873	76	949

Comments:

1. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
2. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
3. AGENCY WIDE REDUCTIONS – The Society is directed to make reductions consistent with all other state agencies.

State School for the Deaf
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	12,608	0	12,608
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	13,073	0	13,073
POLICY ITEMS			
1. SCHOOL LUNCH FEE	0	40	40
2. REDUCE ADMINISTRATION	(254)	0	(254)
3. REDUCE GENERAL MAINTENANCE	(160)	0	(160)
4. TRAVEL MANAGEMENT SAVINGS	(2)	0	(2)
5. INTERAGENCY BILLINGS	16	0	16
6. INFLATION	(96)	0	(96)
7. TRAVEL REDUCTION	(11)	0	(11)
TOTAL 1993-95 BIENNIUM	12,566	40	12,606

Comments:

1. SCHOOL LUNCH FEE – Appropriation authority is provided to enable the School for the Deaf to charge lunch fees to financially-able parents, just as they would pay if their children were attending school in a local district.
2. REDUCE ADMINISTRATION – Administrative reductions are made throughout the budget to meet the GF-State budget shortfall.
3. REDUCE GENERAL MAINTENANCE – Eliminates four positions providing custodial support, driving, maintenance, and security.
4. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
5. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
6. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
7. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

State School for the Blind
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	6,626	0	6,626
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	7,142	0	7,142
POLICY ITEMS			
1. SCHOOL LUNCH FEE	0	26	26
2. REDUCE GOODS & SERVICES	(50)	0	(50)
3. REDUCE CONSOLIDATED SERVICES	(52)	0	(52)
4. REDUCE RESIDENTIAL PERSONNEL	(90)	0	(90)
5. TRAVEL MANAGEMENT SAVINGS	(2)	0	(2)
6. INTERAGENCY BILLINGS	3	0	3
7. INFLATION	(80)	0	(80)
8. TRAVEL REDUCTION	(9)	0	(9)
TOTAL 1993-95 BIENNIUM	6,862	26	6,888

Comments:

1. SCHOOL LUNCH FEE – Appropriation authority is provided to enable the School for the Blind to charge lunch fees to financially-able parents, just as they would pay if their children were attending school in a local district.
2. REDUCE GOODS & SERVICES – Reduces funding for goods and services, including saving on telephone costs through a new telephone system, and reducing equipment and supply purchases.
3. REDUCE CONSOLIDATED SERVICES – Eliminates some of the business services provided for the School for the Blind by contract with the School for the Deaf.
4. REDUCE RESIDENTIAL PERSONNEL – Reduces residential staff through a vacancy created by a retirement.
5. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
6. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
7. INFLATION – The essential requirements level (ERL) inflation adjustment is eliminated. An additional 6 percent reduction was made in objects of expenditure subject to inflation.
8. TRAVEL REDUCTION – Agency GF-State travel expenditures are reduced by a total of 25 percent.

Special Appropriations

Bond Retirement and Interest

A total of \$765 million GF-State is provided for debt service on the existing and planned indebtedness for capital projects. This amount is based on a 1993-95 capital budget appropriation of \$902 million in debt subject to the statutory debt limit. For a more complete description, see the Capital Budget section of the Legislative Budget Notes.

Americans with Disabilities Act

The budget provides \$500,000 GF-State (\$900,000 total funds) as a special appropriation to the Governor for allocation to state agencies to comply with the federal Americans with Disabilities Act, to improve program accessibility for agency employees and members of the public with disabilities.

Agency Commute Trip Reduction

One million dollars from the State Capitol Vehicle Parking Account is provided for agency implementation of the Commute Trip Reduction Program mandated by the Clean Air Act. Funds will be used to facilitate vanpools, flex time, telecommuting, or other initiatives that will help to reduce traffic.

COMPENSATION

Salaries

The proposed budget does not provide for across-the-board salary increases for state, higher education, or K-12 employees. In addition, no salary increments or pay raises are allowed for state, higher education, or K-12 employees paid more than \$45,000.

Employee Benefits

Increased costs of health benefits for state, higher education, and school district employees are funded. In addition, permanent state employees who are laid off can apply for financial assistance of \$100 per month off the cost of their health insurance for up to six months. Career transition services and job search assistance will also be provided.

Retirement System Improvements

Chapter 519, Laws of 1993 (ESSB 5888) made several improvements to the state's retirement systems. These changes (which are funded in the budget), are enumerated below.

- **Continue 1991-93 COLA.** \$10.3 million GF-State is provided to continue the cost-of-living-increase (COLA) granted during the 1991-93 biennium for retired teachers and public employees. This COLA provided retirees with the increase necessary to bring their pensions up to 60 percent of the purchasing power the pension had when the retirees were age 65.

- **New COLA.** ESSB 5888 creates a COLA of \$3 per month, per year of service for retired teachers and retired public employees who are not currently receiving any regular pension adjustment, who are at least age 70 as of July 1, 1993, and who have been retired at least 5 years. \$6.8 million GF-State is included in the budget for this change.
- **City Employees' Retirement.** Employees of Seattle, Spokane, and Tacoma will be able to transfer retirement credit with the state retirement systems without a financial penalty under ESSB 5888. This modification costs \$1.2 million GF-State.
- **Reduce LEOFF II Retirement Age.** The retirement age for police and firefighters is reduced from 58 to 55 under the LEOFF II retirement system, as provided in Chapter 517, Laws of 1993 (ESHB 1294). An indexed benefit for members who leave public service with at least 20 years of service and later collect a retirement check is provided, and employees who leave after 10 years of service will be able to receive a 150 percent cash-out of their accumulated retirement contributions. \$4.8 million GF-State was added to the budget for this pension improvement.

Reduced Pension Contributions

The latest estimates from the State Actuary on the contributions required to pay off the unfunded liability in the pension funds by the year 2024 are assumed, saving \$48 million GF-State.

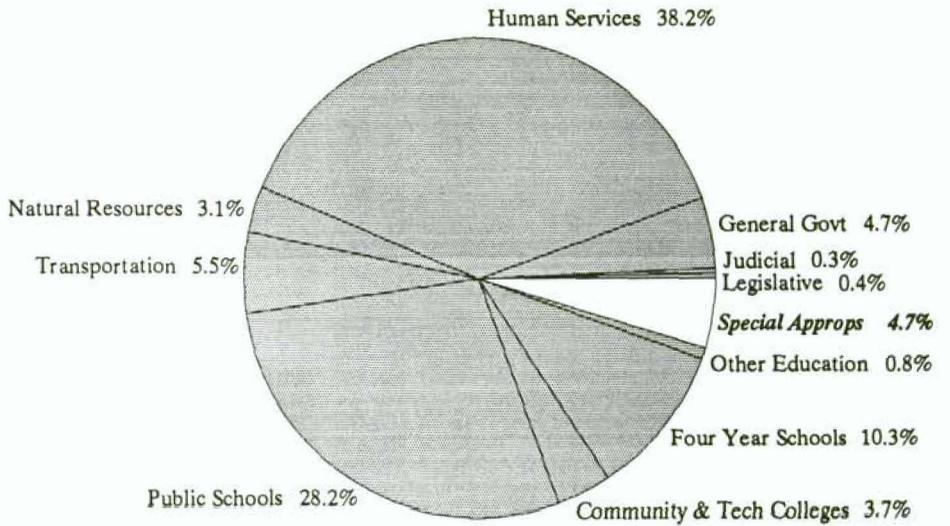
Early Retirement

Also under the provision of ESSB 5888, teachers and public employees with at least 25 years of service, at least 20 years of service at age 50, or at least 5 years of service at age 55 can retire early. School employees must be retired by August 31, 1993; other public employees have until December 31, 1993 to retire.

Washington State 1993-95 Operating Budget Total Budgeted Funds

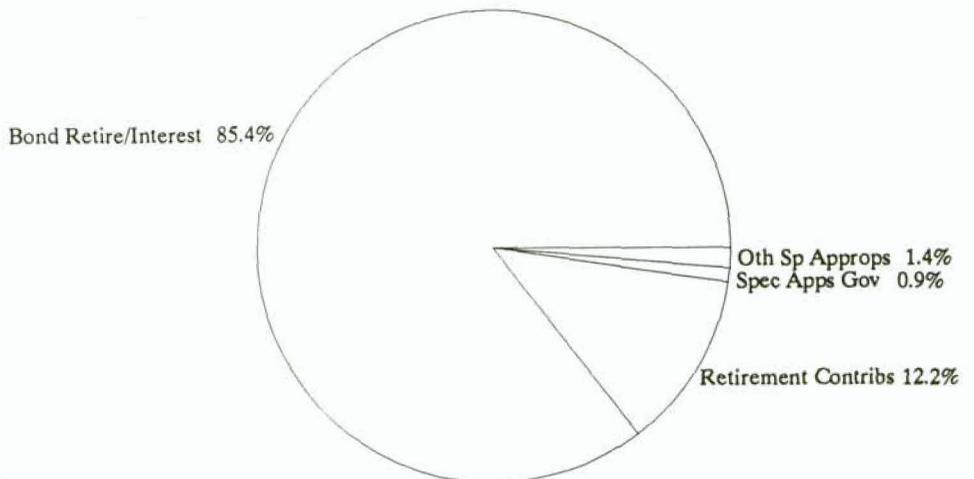
(Dollars in Thousands)

Legislative	108,635
Judicial	98,894
General Government	1,407,183
Human Services	11,397,453
Natural Resources	937,174
Transportation	1,625,958
Public Schools	8,409,691
Community & Tech Colleges	1,104,194
Four Year Schools	3,082,669
Other Education	229,052
<i>Special Appropriations</i>	<i>1,404,056</i>
Statewide Total	29,804,959



Washington State

Bond Retire/Interest	765,533
Retirement Contributions	169,979
Special Approps to Governor	13,194
Other Special Appropriations	19,715
<i>Special Appropriations</i>	<i>1,404,056</i>



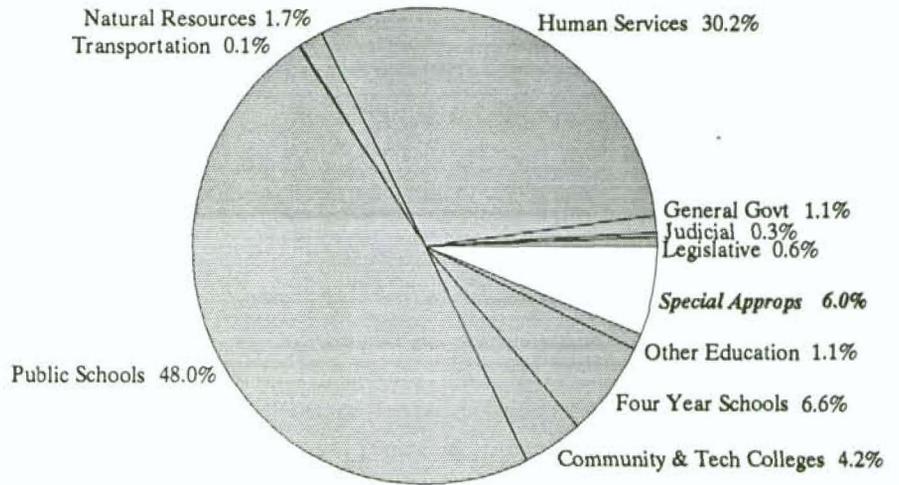
Special Appropriations

Washington State 1993-95 Operating Budget

General Fund - State

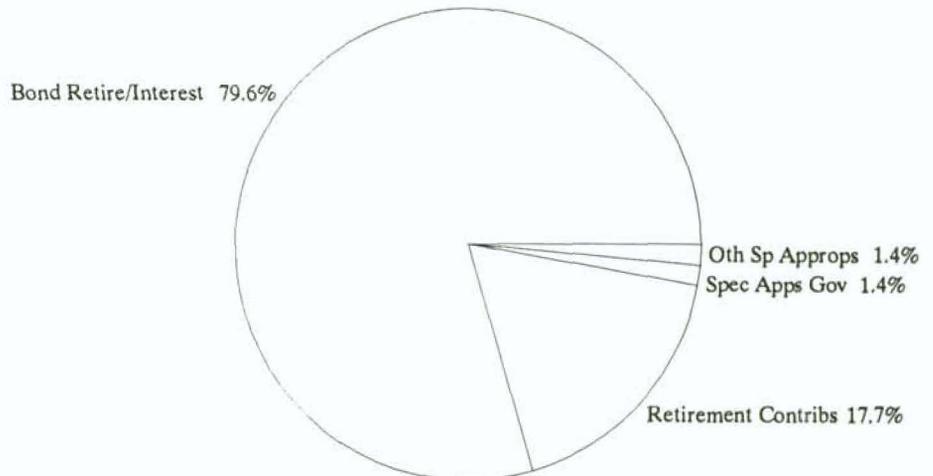
(Dollars in Thousands)

Legislative	101,545
Judicial	55,510
General Government	182,816
Human Services	4,875,185
Natural Resources	274,657
Transportation	20,759
Public Schools	7,753,641
Community & Tech Colleges	676,763
Four Year Schools	1,058,198
Other Education	175,519
<i>Special Appropriations</i>	<i>962,129</i>
Statewide Total	16,136,722



Washington State

Bond Retire/Interest	765,533
Retirement Contributions	169,979
Special Approps to Governor	13,194
Other Special Appropriations	13,423
<i>Special Appropriations</i>	<i>962,129</i>



Special Appropriations

Bond Retirement & Interest

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	590,702	382,764	973,466
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	749,223	385,666	1,134,889
POLICY ITEMS			
1. DEBT SERVICE/BONDS SUBJECT TO LIMIT	16,310	0	16,310
2. DEBT SERVICE/FUEL TAX DEBT	0	10,383	10,383
3. BOND SALE EXPENSE	0	28,199	28,199
TOTAL 1993-95 BIENNIUM	765,533	424,248	1,189,781

Comments:

1. DEBT SERVICE/BONDS SUBJECT TO LIMIT – GF – State debt service is based on a 1993-95 capital appropriation of \$902 million in debt subject to the statutory debt limit. The debt service cost of new appropriations in the 1993-95 biennium is \$16.3 million. The 1995-97 GF – State carryforward cost associated with the \$902 million bonds sale will be \$100.7 million and the 1997-99 cost will be \$143.2 million. These calculations only relate to appropriations in 1993-95 and do not include debt service from previous GF – State backed bonds or additional bond authorizations in 1995-97 or 1997-99.
2. DEBT SERVICE/FUEL TAX DEBT – The item represents the 1993-95 incremental cost of debt service on bonds sold in support of transportation activities. Debt service is paid from transportation sources.
3. BOND SALE EXPENSE – This item provides funds for bond discounts and bond sale expenses associated with all new bond authorizations.

Special Appropriations to the Governor

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	0	0
1993 SUPPLEMENTAL	155	0	155
TOTAL 1991-93 BIENNIUM	155	0	155
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	9,641	9,978	19,619
POLICY ITEMS			
1. EMERGENCY FUND REDUCTION	(500)	0	(500)
2. AMERICAN DISABILITIES ACT ALLOC	500	425	925
3. AGENCY COMMUTE TRIP REDUCTION POOL	0	1,000	1,000
4. AGENCY TRAVEL ALLOCATIONS	3,553	0	3,553
5. GOVERNOR VETO – BASIC DATA	0	(16)	(16)
TOTAL 1993-95 BIENNIUM	13,194	11,387	24,581

Comments:

1. EMERGENCY FUND REDUCTION – The Governor's Emergency Fund is reduced to \$1.5 million.
2. AMERICAN DISABILITIES ACT ALLOC – Allocations to state agencies to meet the requirements of the Americans with Disabilities Act (ADA). The allocations will be made to provide for improved access, signage, etc. for persons with disabilities pursuant to the new federal act. To distribute the cost of these modifications among dedicated funds, a temporary revolving account is established and the Office of Financial Management is authorized to deposit dedicated fund moneys into the revolving account to cover the agency allocations made for non-general fund purposes.
3. AGENCY COMMUTE TRIP REDUCTION POOL – Funding for agency implementation of the Commute Trip Reduction Program mandated by the state Clean Air Act (RCW 70.94.527). Funds will be made available to agencies to facilitate vanpools, flex time, telecommuting, or other initiatives that reduce commuting traffic. Distribution of this pool will be based on recommendations of the Interagency Task Force for Commute Trip Reduction. Funds are from the State Capitol Vehicle Parking Account established under Chapter 394, Laws of 1993 (ESHB 2067), which grants the Department of General Administration the authority to collect parking fees from state employees statewide (including leased facilities).
4. AGENCY TRAVEL ALLOCATIONS – To offset reductions in funding for state agency travel, funds are provided for allocation by the Governor to state agencies that demonstrate a critical need.
5. GOVERNOR VETO – BASIC DATA – The Governor vetoed an appropriation in section 707 that transferred \$16,000 from the Basic Data Account to the Tort Claims Revolving Fund.

Belated Claims
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	0	0
1993 SUPPLEMENTAL	816	0	816
TOTAL 1991-93 BIENNIUM	816	0	816
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	1,200	0	1,200
POLICY ITEMS			
1. SHIFT BELATED CLAIMS	<u>(1,200)</u>	<u>0</u>	<u>(1,200)</u>
TOTAL 1993-95 BIENNIUM	0	0	0

Comments:

1. SHIFT BELATED CLAIMS – The budget act authorizes state agencies to pay belated claims out of current appropriations. This authorization eliminates the need for a separate appropriation for belated claims, eliminates the delayed reimbursement to the general fund for claims attributable to dedicated accounts, and makes state agencies directly responsible for the amounts owed.

Sundry Claims
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	0	0	0
1993 SUPPLEMENTAL	241	3,685	3,926
TOTAL 1991-93 BIENNIUM	241	3,685	3,926
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	0	0
POLICY ITEMS			
1. KING COUNTY CLAIM	<u>1,950</u>	<u>0</u>	<u>1,950</u>
TOTAL 1993-95 BIENNIUM	1,950	0	1,950

Comments:

1. KING COUNTY CLAIM – This sundry claim represents the settlement of litigation against the state by King County for reimbursement under Initiative 62 for costs mandated by the state (primarily the state domestic violence laws).

State Employee Compensation Adjustments

(Dollars in Thousands)

	GF-S	Other	Total
1991-93 ESTIMATED EXPENDITURES	0	0	0
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	0	0	0
POLICY ITEMS			
1. STATE EMPLOYEES HEALTH BENEFITS	8,960	10,087	19,047
2. INCREMENTS FREEZE-DOP	(1,040)	(1,128)	(2,168)
3. INCREMENTS FREEZE-HEPB	(274)	0	(274)
4. NEW AD HOC COLA-PERS	1,596	1,416	3,012
5. NEW AD HOC COLA-TRS	139	8	147
6. 1993 EARLY RETIREMENT-PERS	177	157	334
7. 1993 EARLY RETIREMENT-TRS	24	1	25
8. STATE PATROL RETIREMENT	0	519	519
9. CITY PORTABILITY	543	472	1,015
10. PENSION RATE CHANGE-PERS	(5,286)	(4,689)	(9,975)
11. PENSION RATE CHANGE-TRS	(253)	(16)	(269)
12. DRS ADMIN RATE REDUCTION	(945)	(790)	(1,735)
13. FEBRUARY COLA-PERS	1,241	1,102	2,343
14. FEBRUARY COLA-TRS	267	16	283
15. 1992 EARLY RETIREMENT COST ADJ	(1,056)	(863)	(1,919)
TOTAL 1993-95 BIENNIUM	4,093	6,292	10,385

Comments:

- STATE EMPLOYEES HEALTH BENEFITS – Funding is provided for the increased cost of state employee health benefits.
- INCREMENTS FREEZE-DOP – Step increments for classified staff under the Department of Personnel are frozen for the 1993-1995 biennium for all employees whose annual salary exceeds \$45,000.
- INCREMENTS FREEZE-HEPB – Step increments for classified staff under the Higher Education Personnel Board are frozen for the 1993-1995 biennium for all employees whose annual salary exceeds \$45,000.
- NEW AD HOC COLA-PERS – Funding is provided for a temporary COLA (July 1993 through June 1995) for PERS I retirees in accordance with Chapter 519, Laws of 1993 (ESSB 5888). A COLA will be given to retirees who are at least age 70 as of July 1, 1993, have been retired at least 5 years and are not currently receiving an automatic COLA. The COLA formula will be \$3 per month per year of service.
- NEW AD HOC COLA-TRS – Funding is provided for a temporary COLA (July 1993 through June 1995) for TRS I retirees in accordance with Chapter 519, Laws of 1993 (ESSB 5888). A COLA will be given to retirees who are at least age 70 as of July 1, 1993, have been retired at least 5 years and are not currently receiving an automatic COLA. The COLA formula will be \$3 per month per year of service.
- 1993 EARLY RETIREMENT-PERS – Funding is provided for increased contribution rates resulting from the 1993 early retirement window contained in Chapter 519, Laws of 1993 (ESSB 5888).
- 1993 EARLY RETIREMENT-TRS – Funding is provided for increased contribution rates resulting from the 1993 early retirement window contained in Chapter 519, Laws of 1993 (ESSB 5888).
- STATE PATROL RETIREMENT – Funding is provided to reflect the retirement contribution rate increase in the 1991 actuarial valuation, in accordance with Chapter 519, Laws of 1993 (ESSB 5888).
- CITY PORTABILITY – Funding is provided for the increased retirement contribution rates resulting from portability between the state-run retirement systems and the retirement systems of the cities of Seattle, Tacoma and Spokane, in accordance Chapter 519, Laws of 1993 (ESSB 5888).
- PENSION RATE CHANGE-PERS – Funding is reduced to reflect the PERS contribution rates in the latest actuarial valuations, in accordance with Chapter 519, Laws of 1993 (ESSB 5888).
- PENSION RATE CHANGE-TRS – Funding is reduced to reflect the TRS contribution rates in the latest actuarial valuations, in accordance with Chapter 519, Laws of 1993 (ESSB 5888).
- DRS ADMIN RATE REDUCTION – The administration rate charged by the Department of Retirement Systems to employers is reduced from 0.22 percent to 0.17 percent.
- FEBRUARY COLA-PERS – Funding is provided to extend the 1992 COLA through the 1993-95 biennium, in accordance with Chapter 519, Laws of 1993 (ESSB 5888). This COLA

State Employee Compensation Adjustments

provided to each PERS I retiree the increase necessary to bring his or her retirement benefit up to 60 percent of the purchasing power the benefit had when the retiree was 65 years old.

14. FEBRUARY COLA-TRS – Funding is provided to extend the 1992 COLA through the 1993-95 biennium, in accordance with Chapter 519, Laws of 1993 (ESSB 5888). This COLA provided to each TRS I retiree the increase necessary to bring his or her retirement benefit up to 60 percent of the purchasing power the benefit had when the retiree was 65 years old.
15. 1992 EARLY RETIREMENT COST ADJ – The contribution rate used by state agencies in building their 1993-1995 budgets for the 1992 early retirement was too high. This adjustment corrects the level of funding.

Contributions to Retirement Systems

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	150,246	0	150,246
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	199,011	0	199,011
POLICY ITEMS			
1. PENSION CONTRIBUTION RATE CHANGE	(33,798)	0	(33,798)
2. LOWER LEOFF II RETIREMENT AGE	4,766	0	4,766
TOTAL 1993-95 BIENNIUM	169,979	0	169,979

Comments:

1. PENSION CONTRIBUTION RATE CHANGE – The State's contribution to LEOFF is reduced to reflect the latest actuarial valuations, in accordance with Chapter 519, Laws of 1993 (ESSB 5888).
2. LOWER LEOFF II RETIREMENT AGE – Funding is provided for the increased retirement contribution rates resulting from Chapter 517, Laws of 1993 (ESHB 1294) which lowers the retirement age for LEOFF II members from age 58 to 55, provides portability between LEOFF II and other state retirement systems, indexes vested benefits for those with at least 20 years of service and provides 150 percent of employee account cash-out for those with at least 10 years of service.

Agency Loans
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1991-93 ESTIMATED EXPENDITURES	13,266	0	13,266
1993-95			
ESSENTIAL REQUIREMENTS LEVEL	7,380	0	7,380
TOTAL 1993-95 BIENNIUM	7,380	0	7,380

Comments:

The Convention and Trade Center is partially supported by loans from the GF-State when hotel/motel tax revenues and operating revenues are not sufficient to cover operating expenses. In the 1993-1995 biennium, the Convention Center will receive a loan of \$2.8 million to support a \$19.5 million budget. Other sources of revenues include operating revenues (\$7.2 million), parking revenues (\$2.9 million), and hotel/motel tax revenues of \$6.6 million. Also included in this item is a \$4.55 million loan for debt service on community college capital projects.

Capital Budget

Table of Contents

Subject	Page
1993 Supplemental Capital Budget Legislative Overview	300
1993-95 Capital Budget Legislative Overview	301
Funding Sources	302
Funding by Functional Area	303
1993-95 Capital Budget Highlights	304
New Appropriations Capital Project List By Agency	306
Legislative Additions and Changes to Governor Gardner's Budget Request	316
Gubernatorial Vetoes	356

NOTE: This summary should be reviewed in conjunction with Governor Gardner's proposed "1993-2003 Capital Plan." The ten year capital plan contains a brief description of all projects in the proposed Governor Gardner capital budget. This plan, when compared with the section in this document entitled "Legislative Additions and Changes", will provide a complete description of all projects contained in the Legislature's 1993-95 capital budget.

**1993 Supplemental Capital Budget
(1991-93 Biennium)
Legislative Overview**

The 1993 supplemental capital budget resulted in three adjustments to the capital budget to close the 1991-93 budget. These adjustments did not increase appropriations for state agencies.

The supplemental budget:

1. Reduced reappropriations to the Department of Ecology by \$7.5 million from Referendum 39 and Referendum 26. These funds were not needed and had been returned from previously awarded projects. The legislature applied these funds to the Water Quality Account in the 1993-95 capital budget.

2. Provided authority to the Department of General Administration to enter into a financial contract of \$24.8 million to purchase land and an existing facility and construct a new building to house state agencies in Yakima. Payment for the financial contract will come from existing rental streams.

3. Added proviso language to the reappropriation for the Agricultural Complex in Yakima which clarifies the legislature's intent that all state funding is provided specifically for the Sundome and shall not be used on a separate stadium.

1993-95 Capital Budget Legislative Overview

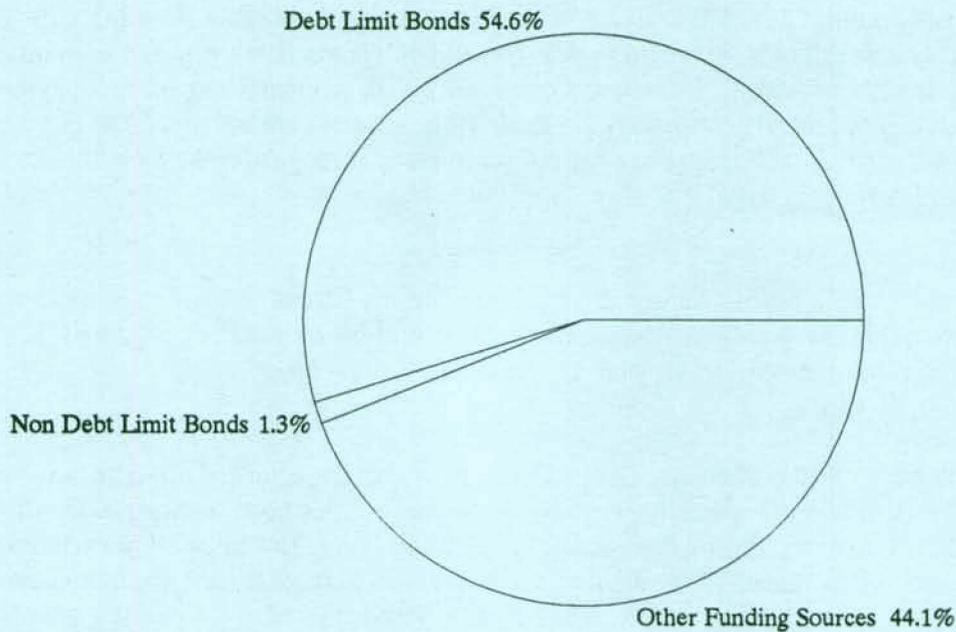
The 1993-95 capital budget provides new appropriations of \$1.714 billion. The budget is \$193 million lower than the 1991-93 capital budget and is accompanied by legislation to curb the level of state debt.

Of the \$1.714 billion spending plan, \$935 million is supported by bonds payable from the state general fund. An additional \$21.5 million is supported by state general obligation bonds payable from other fund sources that will be used to reimburse the state general fund for the principal and interest payments on the bonds. The remainder of the appropriations are made from various cash accounts, the largest being the Common School Construction Fund which derives revenues primarily from the sale of timber from common school trust lands.

The capital budget passed as Substitute Senate Bill 5717 and became Chapter 22, Laws of 1993 1st sp.s. The legislation authorizing the bonds to finance the bonded portion of the budget passed as Second Engrossed Senate Bill 5719 and became Chapter 12, Laws of 1993 1st sp.s.

The legislature also passed Chapter 52, Laws of 1993 (SSB 5937), which amended the statutory 7 percent debt limitation. The calculation of the statutory debt limit now includes bond authorizations supported by money from the state treasury and higher education operating fees. The calculation excludes bonds supported by higher education building fees and indirect costs received from federal grants and contracts. These changes eliminate the ability to utilize reimbursable bonds backed by dedicated general fund sources to circumvent the statutory debt limit.

Washington State 1993 - 95 Capital Budget Funding Sources



	Amount	Percentage
Debt Limit Bonds	\$ 935,562,564	54.6%
Non Debt Limit Bonds	21,500,000	1.3%
Other Funding Sources	756,366,690	44.1%
Total	\$1,713,429,254	100.0%

The Legislature deleted several reappropriations in the capital budget which were no longer needed thereby reducing the total General Fund indebtedness.

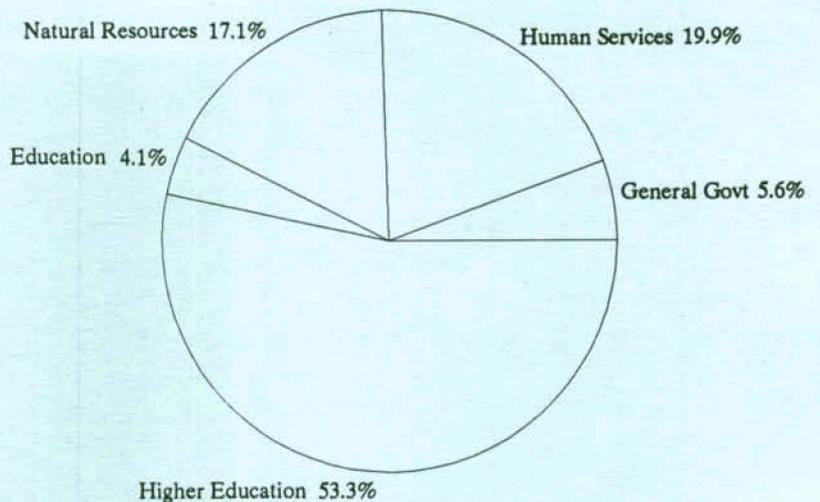
1993-95 Debt Limit Bonds	\$ 935,562,564
Deletion of Debt Limit Reappropriations	-33,020,513
Net 1993-95 General Fund Debt Limit Appropriations	\$ 902,542,051

Washington State 1993-95 Capital Budget

(Dollars in Thousands)

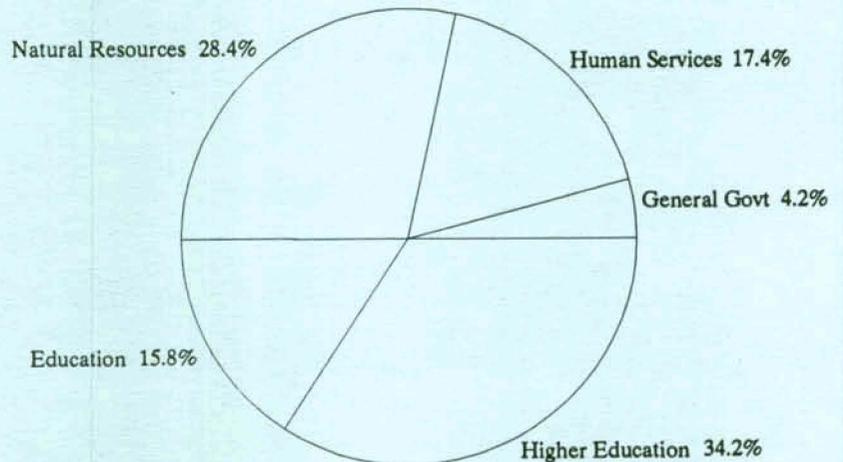
Debt Limit Bonds

General Government	52,335
Human Services	186,057
Natural Resources	160,223
Education	38,226
Higher Education	498,711
Statewide Total	935,562



Total New Appropriations

General Government	71,675
Human Services	298,662
Natural Resources	485,858
Education	271,405
Higher Education	585,830
Statewide Total	1,713,429



Note: Amounts are based on 1993 Legislative action.

1993-95 Capital Budget Highlights

Debt Limit

Through the passage of Chapter 52, Laws of 1993 (ESSB 5937) the Legislature amended the statutory 7 percent debt limit to clarify that all bonds which are supported by money in the state treasury are subject to the statutory debt limit. This action eliminates the use of dedicated general fund revenues as a means of circumventing the debt limit.

Under the new law, bonds are termed reimbursable only when dedicated revenue sources outside the state treasury are used to reimburse the General Fund for the principal and interest payments on the general obligation bonds. In the 1991-93 capital budget, the legislature authorized bonds backed by dedicated portions of the General Fund which, prior to the passage of Chapter 52, Laws of 1993 (ESSB 5937) did not fall under the debt limit statute even though they directly affected the total General Fund debt service payments.

School Construction

The legislature appropriated \$238,000,000 for school construction for the 1993-95 biennium. These funds will be allocated for school construction projects according to the new priority system developed by the State Board of Education at the request of the Legislature.

Of the \$238 million appropriated for school construction; \$189.4 million is from timber harvest on school trust lands, \$43.8 million is from timber value on trust lands transferred to parks and other state agencies, and \$4.8 million is from the State Building Construction Account (bonds).

Higher Education

The capital budget continues to address campus renewal and improved higher education access. Of the \$585 million provided for Higher Education over \$100 million has been provided for university branch campus construction to meet the needs of place bound upper division students. An additional \$106 million is provided for new construction, repairs, and program enhancements at the community and technical colleges.

Recreation and Habitat Investments

The 1993-95 Capital Budget provides over \$150 million for new facilities and land acquisitions to increase the state's recreational opportunities and to improve the habitat and propagation of wildlife. The major components of recreation and habitat funding are: \$65 million provided for the Wildlife and Recreation Program; \$50 million provided to the State Parks Commission to purchase state trustlands identified as suitable for preservation as park and conservation lands; and \$16 million provided to the Departments of Fisheries and Wildlife for fish habitat and propagation enhancements. The balance of over 20 million includes water access and trail acquisitions funded through marine and off-road fuel rebates (\$13.6 million); water access acquisitions funded through lease proceeds from state aquatic lands (\$2.7 million); and individual projects such as the Mountains to Sound Greenway in King County (\$1.5 million) and the acquisition of Flett Dairy as an environmental learning resource for Clover Park Technical College (\$2.8 million).

Housing

The capital budget provides \$50 million to continue the low income housing initiatives begun in the 1991-93 capital budget. In addition, \$2 million is provided to assist people with developmental disabilities acquiring community-based housing.

Management of Capital Projects

The capital budget continues the capital project management activities initiated in the 1991-93 budget to review capital project designs and expenditures for value, efficiency, and cost effectiveness. Specific activities include review of project predesigns and construction documents by the Office of Financial Management (OFM) for large projects (Section 1015), and evaluation of opportunities for collocation and consolidation of state facilities by OFM and the Department of General Administration (Section 1013). In addition, the 1993-95 budget establishes a system to expedite the expenditure of specified appropriations and reappropriations to prevent deterioration of assets, accelerate environmental restoration, reduce inflationary cost increases, and provide additional public works employment opportunities (Section 1017).

1993 – 95 Washington State Capital Budget (ESSB 5717)
New Appropriations -- Governor Proposed vs. Legislative

	Governor Gardner	Governor Lowry	Legislature	
			Total	Debt Limit Bonds
GENERAL GOVERNMENT				
COURT OF APPEALS				
Division III: Vault Enlargement	65,000	65,000	65,000	65,000
Division III: New Judges Chambers	145,000	145,000	0	0
Division III: Work Space	217,500	217,500	0	0
Agency Total	427,500	427,500	65,000	65,000
OFFICE OF THE SECRETARY OF STATE				
Central Washington Regional Archives: Construct	3,934,000	3,934,000	3,934,000	3,934,000
Puget Sound Regional Branch Archives: Repair & Study	0	140,000	140,000	140,000
Eastern Washington Regional Archives: Predesign	58,200	58,200	58,200	58,200
Agency Total	3,992,200	4,132,200	4,132,200	4,132,200
OFFICE OF FINANCIAL MANAGEMENT				
Underground Storage Tank: Pool	4,000,000	3,500,000	3,120,000	3,120,000
Asbestos Removal or Abatement: Pool	9,000,000	7,020,000	7,020,000	7,020,000
New Higher Education Site	0	0	4,500,000	4,500,000
Americans with Disabilities Act: Pool	12,000,000	12,000,000	9,360,000	9,360,000
Capital Operations	300,000	300,000	300,000	300,000
Agency Total	25,300,000	22,820,000	24,300,000	24,300,000
DEPT OF GENERAL ADMINISTRATION				
Heritage Park: Land/Design/Construct	13,800,000	2,200,000	330,000	330,000
Small and Emergency: Repairs	946,000	946,000	946,000	275,000
Underground Storage Tanks: Remove/Replace	350,000	350,000	150,000	90,000
Governor's Mansion: Remodel	567,000	0	0	0
CFC/Halon: Removal/Replacement	464,000	464,000	464,000	0
Capitol Campus: Preservation	3,819,000	3,819,000	3,425,000	3,037,000
Legislative Building: Preservation	304,000	304,000	304,000	304,000
Temple of Justice: Preservation	424,000	424,000	424,000	147,000
Northern State Multi-Service Center: Preservation	872,000	872,000	872,000	0
Office Building 2: Preservation	869,000	869,000	250,000	250,000
Modular Building: Preservation	251,000	251,000	251,000	251,000
Employment Security Building: Preservation	74,000	74,000	74,000	74,000
Archives Building: Remodel & Records Storage Study	98,000	98,000	0	0
Plaza/DOT Garage Repair and Study	261,000	261,000	261,000	235,000
Old Capitol Building: Preservation	1,179,000	1,179,000	1,179,000	1,179,000
Burien Training/Conference Center: Preservation	1,117,000	1,117,000	238,000	238,000
Tumwater Satellite Campus: Land Acquisition	3,000,000	3,000,000	3,600,000	3,600,000
Collocation and Consolidation Planning	600,000	300,000	300,000	300,000
Lacey Light Industrial Park: Land Acquisition	1,100,000	1,100,000	1,100,000	1,100,000
Engineering & Architectural Services: Project Mgmt	9,640,773	8,000,000	8,000,000	8,000,000
Library for the Blind & Physically Handicapped	0	0	1,400,000	1,400,000
Legislative Building: Predesign	127,000	0	0	0
General Administration Building: Remodel	2,800,000	0	0	0
Agency Total	42,662,773	25,628,000	23,568,000	20,810,000
WA STATE LIQUOR CONTROL BOARD				
Distribution Center: Floor Voids and Wall Repair	50,000	50,000	50,000	0
Distribution Center: Security Fence Replacement	28,800	28,800	28,800	0
Distribution Center: Receiving Dock Cut-Outs	40,000	40,000	40,000	0
Distribution Center Warehouse: Reroof	3,500,000	3,500,000	3,500,000	0
Agency Total	3,618,800	3,618,800	3,618,800	0

1993 – 95 Washington State Capital Budget (ESSB 5717)
New Appropriations – – Governor Proposed vs. Legislative

	Governor Gardner	Governor Lowry	Legislature	
			Total	Debt Limit Bonds
MILITARY DEPARTMENT				
Minors Works: Support of Federal Construction Projects	4,404,200	4,404,200	4,404,200	406,200
Statewide: Preservation Projects	624,400	624,400	2,518,400	2,518,400
Underground Storage Tanks: Site Remediation	195,400	195,400	0	0
Building #33 – Camp Murray: Remodel	871,900	871,900	0	0
Armory – Seattle: Remodel	437,800	437,800	0	0
Armory – Wenatchee: Remodel	633,100	633,100	0	0
Armory – Olympia: Remodel	914,300	914,300	0	0
Armory – Port Orchard: Remodel	675,900	675,900	0	0
Armory – Buckley: Construction	311,000	311,000	311,000	0
Armory – Grandview: Construction	225,000	225,000	225,000	0
Armory – Moses Lake: Construction	229,000	229,000	229,000	0
Agency Hdqtrs/State Armory (Camp Murray) Predesign	102,948	102,948	102,948	102,948
Agency Total	9,624,948	9,624,948	7,790,548	3,027,548
WA HORSE RACING COMMISSION				
New Race Track	0	0	8,200,000	0
Agency Total	0	0	8,200,000	0
TOTAL GENERAL GOVERNMENT	85,626,221	66,251,448	71,674,548	52,334,748
HUMAN RESOURCES				
DEPARTMENT OF COMMUNITY DEVELOPMENT				
Development Loan Fund Recapitalization	5,500,000	5,500,000	4,000,000	2,000,000
Housing Assistance Program	34,000,000	34,000,000	34,000,000	34,000,000
Disabilities Housing Initiative	0	0	2,000,000	0
Low-Income Weatherization	8,000,000	8,000,000	8,000,000	8,000,000
Fire Training Academy: Preservation	1,489,642	1,489,642	1,350,000	1,350,000
Emergency Management Building: Preservation	85,084	85,084	85,084	85,084
Public Works Trust Fund Loans	101,876,640	101,876,640	93,876,640	0
Affordable Housing Program	8,000,000	8,000,000	8,000,000	8,000,000
Building for the Arts	9,300,072	9,600,072	5,961,086	5,961,086
Emergency Management Building: Predesign	53,425	53,425	53,425	53,425
Child Haven	0	975,000	975,000	975,000
Trade Recreational Agricultural Center (TRAC)	0	0	1,000,000	1,000,000
Bigelow House	0	0	308,000	308,000
Olympic Peninsula Natural History Museum	0	0	300,000	300,000
Sand Point Naval Station Planning	0	0	30,000	30,000
Thorp Grist Mill	0	0	100,000	100,000
Camp North Bend Environmental Center	0	0	200,000	200,000
7th Street Theatre	0	0	300,000	300,000
Kitsap Mental Health	0	0	500,000	500,000
Boren Field Repairs	0	0	275,000	275,000
Camelot Community Flooding Assistance	0	0	75,000	75,000
Sisters of Visitation Monastery & Retreat Center	0	0	405,000	405,000
Daybreak Star Center: Remodel	227,000	227,000	227,000	227,000
Agency Total	168,531,863	169,806,863	162,021,235	64,144,595
DEPARTMENT OF LABOR AND INDUSTRIES				
Child Development Center	830,000	830,000	0	0
Agency Total	830,000	830,000	0	0

1993 – 95 Washington State Capital Budget (ESSB 5717)
New Appropriations – – Governor Proposed vs. Legislative

	Governor Gardner	Governor Lowry	Legislature	
			Total	Debt Limit Bonds
DEPT OF SOCIAL AND HEALTH SERVICES				
Minor Capital Renewal: Preservation	4,929,400	4,929,400	3,928,000	928,000
Emergency Repairs: Preservation	250,000	250,000	250,000	0
Chloro-Fluoro-Carbon: Abatement	100,000	100,000	100,000	0
Project Predesigins	350,000	350,000	350,000	350,000
Juvenile Rehabilitation Division: Minor Projects	2,079,600	2,079,600	2,079,600	2,079,600
Child Care Coordinating Committee	0	0	1,000,000	1,000,000
Green Hill: Roof, Health, and Safety Repairs	0	0	240,000	240,000
Mental Health Division: Minor Projects	1,845,300	1,845,300	1,845,300	1,845,300
Developmental Disabilities Division: Minor Projects	1,361,500	1,361,500	1,361,500	0
Underground Storage Tanks: Removal	410,000	410,000	410,000	0
Maple Lane School – Admin. Building: Remodel	3,273,500	3,273,500	3,273,500	3,273,500
Fircrest School – Apartment Building: Remodel	2,133,112	2,133,112	2,133,112	0
Maintenance Management and Planning	309,500	309,500	309,500	0
Maple Lane – Wastewater Treatment Plant	772,500	772,500	772,500	772,500
Naselle Youth Camp – Water System	1,165,694	1,165,694	1,165,694	1,165,694
Naselle Youth Camp – Replace Eagle Lodge	0	0	2,100,000	2,100,000
Echo Glen Center – Clinic: Addition/Remodel	1,086,614	1,086,614	1,086,614	1,086,614
Medical Lake – Wastewater Treatment Plant	750,444	750,444	750,444	750,444
Child Study Center – Admin. Building: Remodel	777,600	777,600	777,600	0
Western State Hospital – Ward Phase 6: Remodel	12,151,000	12,151,000	12,151,000	12,151,000
Eastern State Hospital – Ward Phase 4: Remodel	9,266,900	9,266,900	9,266,900	9,266,900
Frances H. Morgan Center: Remodel	1,721,300	1,721,300	1,721,300	1,721,300
Agency Total	44,733,964	44,733,964	47,072,564	38,730,852
DEPARTMENT OF HEALTH				
Laboratory – Expansion Phase II: Construction	12,583,468	12,583,468	12,583,468	12,583,468
Fircrest Campus – Health Laboratory: Preservation	615,000	615,000	615,000	0
Regional Office – Wenatchee: Remodel	91,947	91,947	91,947	0
Agency Total	13,290,415	13,290,415	13,290,415	12,583,468
DEPARTMENT OF VETERANS' AFFAIRS				
Veterans Home – Building 3: Feasibility Study	32,385	32,385	0	0
Korean Veteran's Memorial	0	0	20,000	20,000
Capital Emergencies: Preservation	150,000	150,000	150,000	0
Underground Storage Tank: Replacement	155,902	155,902	155,902	0
Soldiers Home – Mech/Elect/HVAC: Repairs	837,057	837,057	837,057	0
Soldiers Home – Building Exterior: Repairs	541,570	541,570	541,570	0
Soldiers Home – Building Interior: Remodel	1,130,159	1,130,159	162,659	0
Soldiers Home – Grounds: Improvements	432,595	432,595	275,595	0
Veterans Home – Mech/Elect/HVAC: Repairs	1,246,611	1,246,611	1,246,611	0
Veterans Home – Building Exterior: Repairs	377,895	377,895	377,895	0
Veterans Home – Building Interior: Remodel	135,084	135,084	135,084	0
Veterans Home – Grounds: Improvement	296,485	296,485	139,485	0
Agency Total	5,335,743	5,335,743	4,041,858	20,000

1993 – 95 Washington State Capital Budget (ESSB 5717)
New Appropriations -- Governor Proposed vs. Legislative

	Governor Gardner	Governor Lowry	Legislature	
			Total	Debt Limit Bonds
DEPARTMENT OF CORRECTIONS				
Regulatory and Code Improvements: Preservation	11,962,526	11,962,526	11,962,526	10,736,573
Small Repairs and Improvements: Preservation	10,317,756	9,697,577	9,697,577	9,697,577
Roof Replacements & Bldg Improvements: Preservation	7,852,358	7,852,358	4,938,000	4,938,000
Internal Building Systems and Repairs: Preservation	14,206,546	8,618,231	9,211,013	8,779,445
Underground Storage Tanks: Preservation	513,848	513,848	513,848	513,848
McNeil Island Corrections Center: Implmt Master Plan	12,878,689	12,878,689	12,878,689	12,878,689
Statewide Projects: Program	19,468,000	17,767,557	17,767,557	17,767,557
Airway Heights – 512 bed addition	0	0	4,000,000	4,000,000
Western Washington Pre-Release: Remodel	3,376,300	3,376,300	0	0
1936 Bed Multi-Custody Facility: Predesign/Acquisition	3,569,760	3,569,760	1,000,000	1,000,000
Shelton Reception Center: 356 bed addition (predesign)	266,400	266,400	266,400	266,400
Coyote Ridge Dairy/Creamery: Design/Construction	10,998,000	0	0	0
Agency Total	95,410,183	76,503,246	72,235,610	70,578,089
TOTAL HUMAN RESOURCES	328,132,168	310,500,231	298,661,682	186,057,004
NATURAL RESOURCES				
WASHINGTON STATE ENERGY OFFICE				
Energy Partnerships: Conservation	1,000,000	1,000,000	0	0
Energy Partnerships: Cogeneration	1,000,000	0	0	0
Agency Total	2,000,000	1,000,000	0	0
DEPARTMENT OF ECOLOGY				
Referendum 26: Waste Disposal Facilities	104,186	104,186	104,186	104,186
State Emergency Water Project Revolving Account	636,879	636,879	636,879	636,879
Referendum 39: Waste Disposal Facilities	42,000	42,000	42,000	42,000
Centennial Clean Water Fund: Water Quality Account	67,694,400	67,694,400	63,899,000	7,500,000
Local Toxics Control Account	41,167,432	40,167,432	41,167,432	0
Water Pollution Control Revolving Account	155,348,492	90,142,467	98,651,467	0
Padilla Bay – Driveway and Parking Lot: Repair	100,000	100,000	100,000	100,000
Agency Total	265,093,389	198,887,364	204,600,964	8,383,065
STATE PARKS AND RECREATION COMM				
Statewide – Emergency and Unforeseen Needs	500,000	500,000	500,000	500,000
Statewide – Underground Storage Tank: Remediation	800,000	800,000	800,000	800,000
Statewide – Building Systems: Preservation	3,400,000	3,400,000	3,400,000	3,400,000
Statewide: Preservation	1,223,500	1,223,500	1,223,500	1,223,500
Statewide – Roadway: Preservation	2,000,000	2,000,000	2,000,000	0
Statewide Utility: Preservation	4,500,000	4,500,000	4,500,000	4,500,000
Trustland Acquisitions	0	33,500,000	50,352,000	45,798,000
San Juan Islands – Phase 1 & 2: Boating Facilities	1,865,300	1,865,300	1,212,500	0
Puget Sound/NW WA: Phase 1 & 2: Boating Facilities	1,669,900	1,669,900	1,080,400	0
Hood Canal to the Coast – Phase I: Boating Facilities	773,000	773,000	488,100	0
Agency Total	16,731,700	50,231,700	65,556,500	56,221,500

1993 – 95 Washington State Capital Budget (ESSB 5717)
New Appropriations -- Governor Proposed vs. Legislative

	Governor Gardner	Governor Lowry	Legislature	
			Total	Debt Limit Bonds
INTERAGENCY COMM FOR OUTDOOR REC				
Fire Arms Range Program	245,000	245,000	245,000	0
Grants to Public Agencies	1,000,000	1,000,000	1,000,000	0
Initiative 215 Projects	4,694,000	4,694,000	3,694,000	0
NOVA Projects	5,996,000	5,996,000	4,996,000	0
Grants to Public Agencies	5,653,614	5,653,614	5,653,614	0
Wildlife & Recreation Pgm – Parks/Trails/Water Access	42,500,000	42,500,000	32,500,000	28,025,800
Wildlife & Recreation Pgm – Habitat Conservation	42,500,000	42,500,000	32,500,000	32,500,000
Agency Total	102,588,614	102,588,614	80,588,614	60,525,800
DEPT OF TRADE AND ECONOMIC DEVELOP				
Community Economic Revitalization: Loans & Grants	5,195,000	5,195,000	5,195,000	0
WA Tech Ctr: Equipment Hookup & Fume Hoods	1,266,000	1,266,000	1,266,000	1,266,000
WA Tech Ctr: Advanced Materials Laboratory	550,000	550,000	0	0
Timber Ports Capital Asset Improvements	3,000,000	3,000,000	3,900,000	3,900,000
Johnson Observatory (Mt. St. Helens)	3,500,000	3,500,000	5,000,000	5,000,000
Agency Total	13,511,000	13,511,000	15,361,000	10,166,000
STATE CONSERVATION COMMISSION				
Dairy Waste Management	0	0	3,000,000	0
Water Quality Account Projects	2,224,000	2,224,000	2,224,000	0
Agency Total	2,224,000	2,224,000	5,224,000	0
DEPARTMENT OF FISHERIES				
South Sound Net Pens – Support Facilities	220,000	220,000	0	0
Minter Creek Hatchery Phase I: Reconstruction	1,400,000	1,400,000	1,400,000	1,400,000
Minor Works: Code Compliance	1,500,000	1,500,000	1,500,000	1,500,000
Facilities: Rehabilitation/Acquisition	2,285,000	2,285,000	2,185,000	2,185,000
Sunset Falls Fishway: Remodel	690,000	690,000	690,000	690,000
Skagit Salmon Hatchery Facility: Upgrade	722,000	722,000	722,000	722,000
Dungeness Hatchery Facility: Upgrade	837,000	837,000	837,000	837,000
South Sound Net Pens: Replacement	345,000	345,000	345,000	345,000
Fishing Reef Marker Buoys: Replacement	50,000	50,000	50,000	50,000
Underground Storage Tanks: Removal/Replacement	200,000	200,000	200,000	200,000
Tideland: Acquisition	5,000,000	5,000,000	5,000,000	0
Fish Protection Facilities: Replace	1,600,000	1,600,000	1,600,000	600,000
Habitat/Salmon Enhancement Program	3,165,000	3,165,000	3,165,000	1,565,000
Habitat Management Shop Building: Construct	415,000	415,000	415,000	415,000
Coast/Puget Sound Wild Stock: Restoration	2,800,000	2,800,000	2,800,000	2,800,000
Puget Sound/Hood Canal Shellfish: Acquisition	1,500,000	0	0	0
Field Services Storage Units: Acquisition	150,000	150,000	150,000	150,000
Clam and Oyster Beach: Enhancement	1,200,000	1,200,000	1,200,000	1,200,000
Ringold Water – John Day Dam: Mitigation	5,000,000	5,000,000	5,000,000	0
Klickitat Acclimation Pond	2,500,000	2,500,000	2,500,000	0
Water Access & Development	630,000	430,000	455,000	0
Agency Total	32,209,000	30,509,000	30,214,000	14,659,000

1993 – 95 Washington State Capital Budget (ESSB 5717)
New Appropriations -- Governor Proposed vs. Legislative

	Governor Gardner	Governor Lowry	Legislature	
			Total	Debt Limit Bonds
DEPARTMENT OF WILDLIFE				
Health, Safety, & Code: Compliance	830,000	830,000	830,000	830,000
Minor Works: Emergency Repair	500,000	500,000	500,000	500,000
Fishing Access Area: Redevelopment	2,258,000	2,258,000	1,387,000	0
Hatchery: Remodel	3,495,000	3,495,000	3,275,000	2,275,000
Statewide: Fence Repair	122,500	122,500	122,500	122,500
Wildlife Area: Repair	624,000	624,000	624,000	574,000
Sprague Lake Access Area: Development	173,000	173,000	173,000	0
Statewide: Fence Construction	627,500	627,500	627,500	627,500
Regional Office: Construction	1,549,609	0	138,000	0
Habitat: Acquisition	1,300,000	1,300,000	1,300,000	0
Migratory Waterfowl Habitat: Acquisition	350,000	350,000	350,000	0
Mitigation and Dedicated Fund Projects	11,050,000	11,050,000	11,050,000	0
Gloyd Seeps Fish Hatchery: Acquisition	0	0	1,870,000	1,870,000
Game Farm: Remodel	275,000	275,000	275,000	275,000
Agency Total	23,154,609	21,605,000	22,522,000	7,074,000
DEPARTMENT OF NATURAL RESOURCES				
South Puget Sound Office: Expansion	676,000	676,000	0	0
Americans with Disabilities Act: Compliance	100,000	100,000	100,000	31,000
Underground Storage Tanks: Removal	50,000	50,000	50,000	20,000
Statewide Emergency: Repairs	100,000	100,000	100,000	31,000
Environmental Protection: Design/Construction	82,500	82,500	82,500	33,800
Snowbird Well: Plug	179,500	179,500	179,500	179,500
Minor Works: Facilities and Site Repair	922,000	922,000	922,000	391,200
Facilities: Small Repairs and Improvements	100,000	100,000	100,000	31,000
Recreation Sites: Emergency Repairs	100,000	100,000	100,000	100,000
Natural Resource Conservation Areas: Emerg Repairs	200,000	200,000	200,000	200,000
Natural Area: Preserve Management	150,000	150,000	150,000	150,000
Recreation: Health and Safety	300,000	300,000	300,000	300,000
Real Estate Property: Small Repairs & Improvements	200,000	200,000	200,000	0
Irrigation: Emergency Repairs	100,000	100,000	200,000	0
Real Estate: Tenant Improvements	700,000	700,000	700,000	0
Communication Site: Repair	300,000	300,000	300,000	0
Irrigation System: Replacement	300,000	300,000	300,000	0
Hazardous Waste Cleanup: State Lands	150,000	150,000	500,000	0
Minor Works: Road Maintenance	928,500	928,500	928,500	0
Fire Control Facilities: Upgrades	339,000	339,000	170,000	170,000
Minor Works: Facilities and Site Repairs	166,000	166,000	166,000	66,500
Long Lake Phase 3: Development	223,000	223,000	223,000	0
Seattle Waterfront Phase 2: Development	900,000	900,000	900,000	0
Commercial Development: LID	920,000	920,000	920,000	0
Rights of Way: Acquisition	1,193,000	1,193,000	1,193,000	0
Communication Sites: Construction	160,000	160,000	160,000	0
Irrigation: Development	100,000	100,000	336,000	0
Natural Resources Real Property Replacement Acct	25,000,000	25,000,000	25,000,000	0
Land Bank: Acquisition	18,000,000	18,000,000	18,000,000	0
Mountains to Sound Acquisition (Rattlesnake Ridge)	0	0	1,500,000	1,500,000
Mineral Resources: Testing	20,000	20,000	20,000	0
Aquatic Land Enhancement: Grants	10,541,000	10,541,000	2,776,000	0
Minor Works: Road Construction/Improvement	1,166,000	1,166,000	814,000	0
Agency Total	64,366,500	64,366,500	57,590,500	3,204,000

1993 – 95 Washington State Capital Budget (ESSB 5717)
New Appropriations -- Governor Proposed vs. Legislative

	Governor Gardner	Governor Lowry	Legislature	
			Total	Debt Limit Bonds
FRUIT COMMISSION				
New Building: Design/Construction	0	0	1,500,000	0
Agency Total	0	0	1,500,000	0
WA ST CONVENTION & TRADE CENTER				
Eagle's Building Transfer / Loan Repayment	0	0	2,700,000	0
Agency Total	0	0	2,700,000	0
TOTAL NATURAL RESOURCES	521,878,812	484,923,178	485,857,578	160,233,365
EDUCATION				
STATE BOARD OF EDUCATION				
Common Schools: Design/Construction	268,000,000	238,000,000	238,000,000	4,821,000
Agency Total	268,000,000	238,000,000	238,000,000	4,821,000
STATE SCHOOL FOR THE BLIND				
Campus Preservation	2,688,400	2,688,400	2,688,400	2,688,400
Demolish Commissary Building	547,455	547,455	547,455	547,455
Agency Total	3,235,855	3,235,855	3,235,855	3,235,855
STATE SCHOOL FOR THE DEAF				
Campus Preservation	1,553,415	1,553,415	1,553,415	1,553,415
Building Demolition of Mary Roberts Hospital	59,566	59,566	59,566	59,566
Agency Total	1,612,981	1,612,981	1,612,981	1,612,981
WASHINGTON STATE HISTORICAL SOCIETY				
Coach House Preservation	107,500	107,500	107,500	107,500
State Capital Museum Preservation	265,000	265,000	265,000	265,000
Stadium Way Facility Preservation	632,000	632,000	632,000	632,000
Washington State History Museum: Design/Construct	27,250,000	27,832,000	27,551,867	27,551,867
Agency Total	28,254,500	28,836,500	28,556,367	28,556,367
TOTAL EDUCATION	301,103,336	271,685,336	271,405,203	38,226,203
HIGHER EDUCATION				
HIGHER EDUCATION COORDINATING BOARD				
North King Co. / So. Snohomish Co. Needs Study	0	0	170,000	170,000
Facilities Inventory	0	470,000	0	0
Agency Total	0	470,000	170,000	170,000

1993 – 95 Washington State Capital Budget (ESSB 5717)
New Appropriations -- Governor Proposed vs. Legislative

	Governor Gardner	Governor Lowry	Legislature	
			Total	Debt Limit Bonds
UNIVERSITY OF WASHINGTON				
Biomedical Sciences Research Bldg: Financing	20,000,000	20,000,000	20,000,000	0
Electrical Eng./Computer Sciences Eng. Bldg: Construct	90,533,000	90,533,000	90,533,000	89,997,000
Old Physics Hall: Design/Construction	32,564,000	32,564,000	32,564,000	30,914,000
Business Administration: Expansion	6,850,000	6,850,000	6,850,000	6,850,000
Minor Repairs: Preservation	3,447,000	3,447,000	3,447,000	3,148,000
Minor Repairs: Renewal	8,250,000	8,250,000	8,250,000	0
Utilities Projects: Preservation	3,000,000	3,000,000	3,000,000	3,000,000
Henry Art Gallery	0	0	8,316,000	8,316,000
Art Building: Remodel	13,165,000	0	0	0
Suzzallo Library: Predesign	196,000	196,000	196,000	196,000
Oceanography Building: Predesign	107,000	107,000	0	0
Support Services Building: Design/Construction	16,126,000	0	0	0
Minor Repairs: Program	7,071,000	7,071,000	7,071,000	0
Harborview Med Ctr Research/Training Bldg Predesign	374,000	374,000	3,620,000	3,620,000
Condon Law Library: Predesign	128,000	128,000	128,000	128,000
Balmer Hall Remodel: Predesign	125,000	125,000	0	0
Bagley Hall: Predesign	145,000	145,000	0	0
Infrastructure Projects From Savings	0	1	1	1
Burke Washington State Museum	0	0	200,000	200,000
Branch Campuses	29,983,320	39,983,320	53,983,320	53,983,320
Agency Total	232,064,320	212,773,321	238,158,321	200,352,321
WASHINGTON STATE UNIVERSITY				
Todd Hall: Renovation	15,640,400	15,640,400	15,640,400	12,162,400
Fulmer Hall / Fulmer Annex: Renovation	12,511,500	12,511,500	12,511,500	12,511,500
Minor Capital Renewal: Preservation	6,000,000	6,000,000	6,000,000	6,000,000
Bohler Gym: Remodel	49,000	49,000	49,000	0
Thompson Hall: Remodel	697,000	697,000	697,000	697,000
Heald Hall: Remodel	854,400	0	0	0
Minor Works: Program	3,000,000	3,452,601	3,000,000	3,000,000
Minor Capital Improvements: Program	6,500,000	6,500,000	6,000,000	0
Chemical Storage Building: Predesign	56,000	56,000	56,000	0
Hazardous Waste Facilities: Predesign	211,000	211,000	211,000	0
Murrow Hall: Predesign	79,000	79,000	0	0
Wegner Hall: Predesign	162,000	162,000	0	0
Pathological/Biomedical Incinerator: Design/Construct	3,443,000	3,443,000	3,443,000	3,443,000
Communication Infrastructure: Campus Network	15,000,000	15,000,000	12,000,000	7,000,000
Engineering Teaching/Research Lab Building: Design	1,200,000	1,200,000	1,200,000	0
Chemical Waste Collection Facilities: Design/Construct	4,323,000	4,323,000	2,337,000	0
Bohler Gym Addition: Design/Construct	9,530,000	0	900,000	900,000
Animal Science Laboratory Building: Design	515,000	515,000	515,000	0
Carpenter Hall: Movable Equipment	700,000	700,000	700,000	0
Mainframe Computer Upgrade	3,818,601	0	0	0
University Center: Design	2,106,000	0	0	0
Prosser Septic System	0	1,250,000	1,250,000	0
Infrastructure Projects From Savings	0	1	1	1
Tri-Cities: Consolidated Information Center	0	0	1,410,000	1,224,000
ICNE Yakima Nursing Center	0	0	3,500,000	3,500,000
IMPACT	0	0	148,000	0
Greenhouse Replacement	0	0	2,241,000	2,241,000
WSU-Vancouver: New Campus Construction	21,656,462	29,500,000	29,656,462	29,656,462
Agency Total	108,052,363	101,289,502	103,465,363	82,335,363

1993 – 95 Washington State Capital Budget (ESSB 5717)
New Appropriations – – Governor Proposed vs. Legislative

	Governor Gardner	Governor Lowry	Legislature	
			Total	Debt Limit Bonds
EASTERN WASHINGTON UNIVERSITY				
Sutton Hall: Remodel	4,875,000	4,875,000	4,875,000	4,875,000
JFK Library	0	2,050,000	2,050,000	2,050,000
Roof Replacement: Preservation	950,000	950,000	450,000	450,000
Telecommunications: Cable Replacement	1,000,000	1,000,000	1,000,000	0
Utility Expansion Joints & Utility Lines: Replacement	2,151,000	750,000	500,000	500,000
Chillers/HVAC/Boiler: Replacement	4,451,000	3,465,000	2,410,000	2,410,000
Building Exterior: Preservation	500,000	500,000	255,000	255,000
Electrical Systems/Transformers & Emergency Lighting	900,000	900,000	900,000	0
Minor Works: Preservation	2,924,000	2,924,000	2,924,000	0
Minor Works: Program	3,700,000	3,700,000	3,700,000	0
Agency Total	21,451,000	21,114,000	19,064,000	10,540,000
CENTRAL WASHINGTON UNIVERSITY				
Bouillon: Asbestos Abatement	4,950,000	4,950,000	4,950,000	4,950,000
Minor Works: Preservation	3,562,000	3,562,000	3,562,000	0
Underground Storage Tanks: Replacement	276,000	276,000	276,000	276,000
Electrical Cable: Replacement	950,000	950,000	950,000	950,000
Steamline: Replacement	850,000	850,000	850,000	850,000
Chilled Water: Expansion	800,000	0	0	0
Science Facility: Design/Construction	58,200,000	58,200,000	58,200,000	54,200,000
Computing Infrastructure	950,000	950,000	950,000	0
Minor Works: Program	2,572,000	2,572,000	2,572,000	65,000
Black Hall: Pre-design	159,000	159,000	159,000	0
Agency Total	73,269,000	72,469,000	72,469,000	61,291,000
THE EVERGREEN STATE COLLEGE				
Campus Preservation	1,749,000	1,749,000	1,749,000	1,749,000
Failed Systems	955,000	955,000	955,000	955,000
Emergency Repairs	264,499	264,499	264,499	0
Small Repairs and Improvements	272,500	272,500	272,500	0
Capital Renewal/Preservation	306,000	306,000	306,000	306,000
Classroom Facility – Longhouse: Design/Construct	2,200,000	2,200,000	2,200,000	2,200,000
Campus Computer Network Phase II	390,000	390,000	390,000	390,000
Agency Total	6,136,999	6,136,999	6,136,999	5,600,000
JOINT CENTER FOR HIGHER EDUCATION				
Riverpoint Campus: Design/Construct	17,440,496	17,440,496	17,000,000	17,000,000
Agency Total	17,440,496	17,440,496	17,000,000	17,000,000
WESTERN WASHINGTON UNIVERSITY				
Fire Detection Systems: Preservation	743,000	743,000	743,000	743,000
Underground Storage Tank: Removal	60,000	60,000	60,000	60,000
Pool Chlorine Gas System: Replace	35,000	35,000	35,000	0
Exterior Envelope and Roofing: Preservation	601,000	601,000	601,000	601,000
Electrical: Preservation	2,380,000	900,000	900,000	0
Utility Upgrade: Preservation	405,000	405,000	405,000	405,000
Interior Renewal: Preservation	98,000	98,000	98,000	0
Flooring: Preservation	410,000	410,000	410,000	0
Interior Painting: Preservation	401,000	401,000	401,000	0
Science Facility Phase III: Construction	12,263,000	12,263,000	12,263,000	12,263,000
Haggard Hall Renovation/Abatement: Design	1,116,000	1,116,000	1,116,000	1,116,000
Minor Works: Program	7,000,000	7,000,000	6,100,000	0
Agency Total	25,512,000	24,032,000	23,132,000	15,188,000

1993 – 95 Washington State Capital Budget (ESSB 5717)
New Appropriations – – Governor Proposed vs. Legislative

	Governor Gardner	Governor Lowry	Legislature	
			Total	Debt Limit Bonds
COMMUNITY COLLEGE SYSTEM				
Tech Center Building – Whatcom: Acquisition	4,913,000	4,913,000	4,913,000	4,913,000
Physical Education Facility – North Seattle: Construct	9,190,000	9,190,000	8,352,200	8,352,200
Applied Arts Facility – Spokane Falls: Construct	5,191,000	5,191,000	5,191,000	5,191,000
Industrial Technology Facility – Spokane: Construct	6,625,000	6,625,000	6,625,000	6,625,000
Vocational Art Facility – Shoreline: Construct	2,886,000	2,886,000	2,886,000	2,886,000
Business Education Facility – Clark: Construct	5,953,000	5,953,000	5,953,000	5,953,000
Student Center – South Seattle: Construct	5,122,000	5,122,000	5,122,000	5,122,000
Library Addition – Skagit Valley: Construct	1,890,000	1,890,000	1,890,000	1,890,000
New College: Acquisition	1,000,000	0	(see OFM)	0
Small Repairs and Improvements: Preservation	9,484,271	9,484,271	37,000,000	37,000,000
Roof: Repair	9,286,000	9,286,000	0	0
Heating, Ventilation, Air Conditioning: Repair	8,720,000	8,720,000	0	0
Mechanical: Repair	1,328,000	1,328,000	0	0
Electrical: Repair	1,837,000	1,837,000	0	0
Exteriors: Repair	2,984,000	2,984,000	0	0
Interiors: Repair	2,045,000	2,045,000	0	0
Site Improvements: Repair	1,806,000	1,806,000	0	0
Underground Storage Tanks: Removal	202,000	202,000	202,000	202,000
Asbestos: Abatement	451,327	451,327	451,327	451,327
Seattle Vocational Institute: Facility Upgrade	4,083,000	4,083,000	7,583,000	7,583,000
Minor Projects: Program Enhancements	11,478,000	11,478,000	11,478,000	11,478,000
Minor Works Projects	629,000	629,000	629,000	629,000
Puyallup Campus Phase II – Pierce College: Design	969,920	969,920	969,920	969,920
Vocational Building – Skagit Valley: Design	169,044	169,044	169,044	169,044
LRC/Arts/Student Center – Whatcom: Design	560,636	560,636	560,636	560,636
Classroom/Laboratory Building – Edmonds: Design	808,636	808,636	808,636	808,636
Technical Ed. Facility – South Puget Sound: Design	606,067	606,067	606,067	606,067
Center for Information Tech – Green River: Design	1,335,729	1,335,729	1,335,729	1,335,729
Clover Park: Acquisition of Environ. Lands (Flett Dairy)	0	0	2,750,000	2,750,000
Eight Major Projects: Predesign	646,370	0	250,000	250,000
Infrastructure Projects From Savings	0	1	1	1
Acquisitions	2,800,000	0	509,000	509,000
Agency Total	105,000,000	100,553,631	106,234,560	106,234,560
TOTAL HIGHER EDUCATION	588,926,178	556,278,949	585,830,243	498,711,244
NEW APPROPRIATIONS STATEWIDE TOTAL	1,825,666,715	1,689,639,142	1,713,429,254	935,562,564
REAPPROPRIATION DELETIONS				
Dept. of Wildlife: Grandy Creek Hatchery	0	(3,750,000)	0	0
DOC Dayton Correctional Camp	0	(10,800,000)	(10,800,000)	(10,800,000)
Ecology Referendum 38 (Drinking Water)	0	0	(12,311,513)	(12,311,513)
Ecology Referendums 26 & 39 (Water Quality)	0	0	(7,500,000)	(7,500,000)
OFM Branch Campuses	0	0	(2,409,000)	(2,409,000)
Total	0	(14,550,000)	(33,020,513)	(33,020,513)
EFFECTIVE STATEWIDE TOTAL	1,825,666,715	1,675,089,142	1,680,408,741	902,542,051
FUNDING SOURCES				
State G.O. Bonds	848,172,267	928,224,929	902,542,051	
GF–State Backed Reimbursable Bonds	189,423,000	0	0	
Other Bonds	22,000,000	20,000,000	21,500,000	
Cash Accounts	766,071,448	726,864,213	756,366,690	
Total	1,825,666,715	1,675,089,142	1,680,408,741	

Legislative Additions & Changes to Governor Gardner's Capital Budget Request

Introduction

This section describes projects which were added to the Governor Gardner proposed 1993-95 Capital Plan or which were significantly modified. This section does not reference projects which were eliminated; projects which differ only in the source of funding; or projects which were reduced in scope but not materially changed in nature.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Office of the Secretary of State

Puget Sound Regional Branch Archives

Section 103

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$140,000

- Description:** For predesign and maintenance of the regional archives facility in the City of SeaTac.
- Provisos:** \$40,000 of the appropriation is to conduct a study to determine if the facility should be remodeled or relocated to a new site. \$100,000 of the appropriation is for critical repairs.
- Comments:** Governor Gardner's budget assumed the relocation of the branch archives to a facility to be purchased in the city of Tukwila and shared with other agencies. Funding is provided for the study and repairs because the Legislature did not authorize the purchase of the Tukwila facility.

Office of Financial Management

New Higher Education Site

Section 106

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$4,500,000

- Description:** To purchase land for a new higher education facility
- Provisos:** The Higher Education Coordinating Board must evaluate a minimum of four sites for a new institution in the north King and south Snohomish county area. The site purchase may not occur until a site development plan is proposed that accommodates all proposed buildings outside of any potential flood plain and the Office of Financial Management (OFM) has reasonably determined that the site is environmentally and economically suitable. OFM may take into consideration any current or past studies which are relevant to this appropriation.
- Comments:** The cost of site evaluation by the Board and OFM's evaluation and study of flood and environmental concerns are included in the appropriation in this section. The Higher Education Coordinating Board is directed to evaluate potential higher educational organizational models to meet the needs of the north King and south Snohomish county area in section 716.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of General Administration

Tumwater Satellite Campus

Section 122

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$890,000	\$3,600,000

Description: To purchase land in fee simple for future state development in the city of Tumwater.

Provisos: The appropriations are provided solely for land acquisition, and shall not be expended until the office of financial management has approved a specific plan for development of the Tumwater satellite campus.

Prior to the expenditure of funds, the department shall obtain a written agreement from the City of Tumwater, the Port of Olympia, and the Tumwater School District requiring the consent of the Office of Financial Management for any state responsibility or liability associated with general infrastructure development or facility relocation within the Tumwater campus planning area.

Comments: Though the Governor's budget proposed property acquisition for a small agency's benefits building at the satellite campus, the legislative budget does not specify the agency tenants of future development on the property.

Department of General Administration

State Facilities Collocation and Consolidation Planning

Section 126

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$105,000	\$300,000

Description: To provide statewide collocation and facility consolidation planning.

Provisos: The Department must prepare policy recommendations and cost estimates for opportunities to co-locate and consolidate state facilities or agencies. The recommendations must include an analysis of the costs and benefits of purchasing or leasing and an analysis of private sector impacts from such decisions. The appropriations cannot be spent until a scope of work is approved by the Office of Financial Management. The reappropriation is provided solely for completion of phase 1 of the project, begun in the 1991-93 biennium.

Comments: It is expected that the appropriation in this section will be used to support specific cost/benefit studies of collocating agencies and that cost saving proposals will be presented for consideration in future budgets.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of General Administration

Heritage Park: Acquisition

Section 131

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$4,500,000	\$330,000
Description:	To complete property acquisition along the southern boundary of the park and to update the pre-design of the park.	
Provisos:	The appropriation shall not be used to acquire the two residential properties along Columbia street.	
Comments:	The legislative budget provides funding to complete property acquisition only, instead of the Governor's proposal for design and construction funding. The properties to be purchased under this appropriation were also reduced.	

Department of General Administration

Burien Conference Center Preservation

Section 146

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$238,000
Description:	For required road improvements at the entrance to the conference center.	
Provisos:	None.	
Comments:	The legislative budget did not provide funding for upgrades to the sanctuary building and dormitory as proposed in the Governor's budget.	

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of General Administration

Engineering and Architectural Services: Project Management

Section 148

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$8,000,000

Description: For management of capital projects at the Department of General Administration (GA) and other state agencies.

Provisos: The appropriation is to provide core project management services to state agencies. GA may charge fees to agencies for additional services. GA must utilize a system approved by the Office of Financial Management (OFM) to track costs under the appropriation.

Comments: This appropriation consolidates costs which were previously charged against individual capital projects.

Department of General Administration

Library for the Blind and Physically Handicapped

Section 149

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$1,900,000	\$1,400,000

Description: To acquire and renovate space for the Washington Library for the Blind and Physically Handicapped.

Provisos: The acquired facility shall be owned and operated by the City of Seattle. The appropriation represents the completion of the state's capital obligation for the facility. In accepting ownership of this facility, the City of Seattle agrees to provide rent-free space to the library equal to the same amount as the library currently occupies for as long as the state contracts services from the Seattle Public Library.

Comments: None.

1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request

Military Department

Statewide Preservation

Section 157

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$2,518,400

Description: For facility repair and preservation projects at state armories and military facilities.

Provisos: None.

Comments: The Governor's budget request included funding to remodel several armories. The Legislature increased the appropriation for statewide preservation projects to \$2.5 million instead of funding the individual remodeling projects. Prioritization of critical projects will be left to the Department.

Horse Racing Commission

New Race Track

Section 162

	<u>Reapprop</u>	<u>Approp</u>
Washington Thoroughbred Racing Fund	\$0	\$8,200,000

Description: To provide financial assistance to construct a new thoroughbred horse racing track in Washington.

Provisos: Expenditures may not be made unless the Horse Racing Commission has determined that the applicant has the ability to complete construction of the facility and fund its operation, and the applicant has completed all state and federal permitting requirements. The Horse Racing Commission must ensure that any expenditures of the appropriated funds will result in the protection, preservation, and development of thoroughbred horse racing in Washington.

Comments: The provisions governing the expenditure of the funds are consistent with RCW 67.16.250, which directs that moneys in the Thoroughbred Racing Fund be used for the benefit and support of thoroughbred racing, capital construction, and advancement of the Washington thoroughbred racing industry.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of Community Development

Development Loan Fund

Section 201

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$2,000,000
Washington State Development Loan Account	<u>0</u>	<u>2,000,000</u>
Total	\$0	\$4,000,000

Description: For recapitalization of the Development Loan Fund.

Provisos: \$1,000,000 of the State Building Construction Account appropriation is provided solely for loans to minority and women-owned businesses under Engrossed Substitute House Bill 1493 (Chapter 512, Laws 1993).

Comments: The reduction in the Development Loan Account appropriation reflects a technical change in the accounting practices that excludes two separate unrelated federal loan programs administered by DCD.

Department of Community Development

Housing Assistance Program

Section 203

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$22,000,000	\$34,000,000
CEP&RI Account	<u>0</u>	<u>2,000,000</u>
Total	\$22,000,000	\$36,000,000

Description: For grants and loans for the development of low income housing.

Provisos: The CEP&RI appropriation is provided for the development of at least 120 housing units for persons eligible for services from the Division of Developmental Disabilities in the Department of Social and Health Services. A portion of the State Building Construction Account appropriation is also intended to be spent for housing for persons with developmental disabilities. The Department of Community Development must conduct a study on the feasibility of providing financial guarantees to housing authorities and submit the report to the Legislature by December 15, 1993.

Comments: None.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of Community Development

Tri-Cities Trade Center

Section 221

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$1,800,000	\$1,000,000

Description: For capital development of a multi-purpose arena facility and adjacent recreation space in the city of Pasco.

Provisos: The \$2.8 million total state appropriation must be matched by at least \$2.8 million provided from non-state sources.

Comments: None.

Department of Community Development

Public Works Trust Fund loans

Section 228

	<u>Reapprop</u>	<u>Approp</u>
Public Works Assistance Account	\$ 76,357,632	\$93,876,640

Description: For capital project and infrastructure development assistance for cities, counties, and special purpose districts.

Provisos: \$7 million of the reappropriation is for the purposes of Chapter 314, Laws of 1991 (timber distressed communities). \$7.5 million of the appropriation may be used for projects authorized in Chapter 3, Laws of 1993 (HB 1790), which is the Public Works Trust Fund project list approved by the Legislature for fiscal year 1993.

Comments: The appropriation reduction from the Governor's level reflects the Legislature's decision to use the Public Works Assistance Account to fund Community Economic Revitalization Board loans (\$4 million) and Department of Ecology flood control assistance grants (\$4 million) during the 1993-95 biennium. \$35 million of the fund balance was transferred to the General Fund in the operating budget.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of Community Development

Building for the Arts - Phase 1 and 2

Section 230

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$9,475,000	\$5,961,086

Description: For capital grants to local performing arts and art museum organizations. For facility improvements or additions.

Provisos: 24 approved projects are listed in the budget bill. The state grant may provide no more than 15% of the total estimated or actual capital cost, whichever is less. Remaining funds of cash or land value must be provided from non-state sources. State funding must be distributed in the order in which the match requirements are met. The department must submit a list of new recommended projects for the 1995-97 biennium which totals no more than \$4 million. An application process and criteria must be developed for the selection of the new projects.

Comments: None.

Department of Community Development

Childhaven

Section 234

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$975,000

Description: For a capital grant for the Childhaven therapeutic child day treatment and family support center.

Provisos: The appropriation is provided solely for the capital costs of a new facility to house a treatment program for abused and neglected preschool children. The state appropriation must be matched by at least \$4,875,000 from non-state sources.

Comments: The facility is planned to be sited in Auburn. This item was included in Governor Lowry's budget recommendation.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of Community Development

Daybreak Star Center Remodel

Section 235

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$227,000

Description: For roof repairs and restoration of the Daybreak Star Center.

Provisos: None.

Comments: The Daybreak Star Center is an Indian cultural center located in Seattle's Discovery Park. This item was included in both the Gardner and Lowry budgets.

Department of Community Development

Sisters of Visitation Monastery and Retreat Center

Section 236

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$ 405,000

Description: For the City of Federal Way to provide up to fifteen percent of the cost of acquiring the Sisters of Visitation Monastery and Retreat Center.

Provisos: The City of Federal Way must ensure public access to the grounds of the monastery and retreat center during standard accepted park operating hours.

Comments: None.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of Community Development

Sand Point Naval Station Planning

Section 237

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$30,000

Description: For the City of Seattle for community liaison committee planning related to future use of the Sand Point Naval Station on Lake Washington.

Provisos: No more than one percent of the appropriation may be expended by the Department of Community Development and the City of Seattle for administrative costs.

Comments: The Sand Point Naval Station is scheduled to be closed in 1995. The Navy is currently considering options for disposition of the property after closure.

Department of Community Development

Bigelow House

Section 238

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$308,000

Description: For restoration and renovation of this historic home to accommodate public visitors.

Provisos: The appropriation is contingent on the project being owned and operated by a public or nonprofit organization.

Comments: The Bigelow house is located in Olympia. The plan for the house and the site is to renovate it for public viewing as a "living history" of Washington's pioneer days.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of Community Development

Camp North Bend Environmental Center

Section 239

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$200,000

Description: For restoration of the historic Camp North Bend (Camp Waskowitz) owned and operated by the Highline School District as an environmental education center.

Provisos: The appropriation must be matched by \$100,000 provided from non-state sources for capital costs of this project.

Comments: None.

Department of Community Development

Camelot Community Flooding Assistance

Section 240

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$75,000

Description: For financial assistance to King County to relieve flooding in the Camelot community.

Provisos: Each state dollar expended shall be matched by at least five dollars from non-state funds.

Comments: None.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department Community Development

Olympic Peninsula Natural History Museum

Section 241

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$ 300,000

Description: For development of the Museum

Provisos: Each two dollars expended from this appropriation must be matched by at least one dollar from other sources. The match may include cash, land, and in-kind donations.

It is the intent of the legislature that this appropriation represents a one time grant for this project.

Comments: The Museum will be located in Sequim at the Dungeness River Railroad Bridge Park.

Department of Community Development

Kitsap Mental Health Services

Section 242

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$500,000

Description: For construction costs of a new mental health facility in Kitsap County.

Provisos: Each dollar expended from this appropriation must be matched by at least eight dollars from non-state sources for the same purpose.

Comments: Kitsap Mental Health Services (KMHS) is a non-profit agency created by the Kitsap County Board of Commissioners in 1978 to provide services to mentally ill children and adults. KMHS currently provides mental health services as part of the state's regional support network, and is building a new facility to replace leased space and expand operations.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of Community Development

Thorp Grist Mill

Section 243

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$ 100,000

Description: To develop the ice pond park and provide facilities to accommodate public access.

Provisos: The appropriation must be matched by at least \$100,000 from non-state and nonfederal sources. The match may include cash or in-kind contributions. The department must assist the Thorp Mill Town Historical Preservation Society in soliciting money from the intermodal surface transportation efficiency act to support the project.

Comments: \$30,000 was appropriated in the 1989-91 Capital Budget for restoration of the mill.

Department of Community Development

7th Street Hoquiam Theater

Section 244

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$300,000

Description: For restoration of the historic 7th Street Theater in Hoquiam.

Provisos: The state appropriation must be matched by at least \$400,000 from non-state cash or in-kind contributions.

Comments: This funding represents a second state contribution to the restoration of the 7th Street Theater in Hoquiam. An appropriation of \$250,000 was provided in 1990 for initial redevelopment of the exterior structure.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of Community Development

Boren Field Repairs

Section 245

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$275,000

Description: A grant to the Seattle School district for repairs to Boren Field.

Provisos: The appropriation must be matched by at least \$50,000 from non-state sources.

Comments: Boren Field is used for youth sports activities, including soccer and baseball.

Department of Social and Health Services

*State Employee Child Care Facilities
(Child Care Coordinating Committee)*

Section 255

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$1,700,000	\$1,000,000

Description: For grants to state agencies, institutions of higher education, and state employee groups for capital improvements to start or renovate child care centers for state employees.

Provisos: None.

Comments: The 1989-91 Capital Budget provided \$600,000 and the 1991-93 Capital Budget provided \$2.5 million for state employee child care facility grants.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of Social and Health Services

Naselle Youth Camp

Section 279

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$2,100,000

Description: For replacement of Eagle Lodge to meet safety and security requirements.

Provisos: None.

Comments: None.

Department of Social and Health Services

Green Hill School Repairs

Section 280

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$240,000

Description: For safety and security improvements to the Green Hill facility.

Provisos: The appropriation if provided for minor repairs including but not limited to fire and safety code violations, and kitchen roof repair or replacement.

Comments: None.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of Veterans Affairs

Korean War Memorial *Section 298*

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$20,000

Description: To complete the erection of the memorial on the Capitol Campus.

Provisos: None.

Comments: This appropriation supplements \$50,000 provided in the 1991-93 Capital Budget for constructing the Korean War Memorial on the Capitol Campus in Olympia. State funding has been matched by over \$200,000 from non-state sources.

Department of Corrections

Small Repairs and Improvements: Preservation *Section 300*

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$10,650,000	\$9,697,000

Description: For small repairs and improvements to correctional facilities.

Provisos: The reappropriation shall lapse on June 30, 1994, as required by section 1017(2)(b).

Comments: Funding was not provided to paint the exterior of the Clallam Bay facility. Painting is viewed as routine maintenance and should be funded from the operating budget, pursuant to RCW 43.88.032.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of Corrections

Roof Replacements and Building Improvements: Preservation *Section 301*

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$900,000	\$4,938,000

Description: For roof and building improvement projects.

Provisos: None.

Comments: Funding for repair and replacement of the wall and tower at the Washington State Penitentiary is phased in over two biennia. In addition, funding is not provided for predesign of a \$10.2 million natural gas pipeline to McNeil Island.

Department of Corrections

Internal Building Systems and Repairs: Preservation *Section 302*

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$8,779,445
CEP&RI Account	<u>0</u>	<u>431,568</u>
Total	\$0	\$9,221,013

Description: To repair internal building systems.

Provisos: None.

Comments: Funding for the Reynolds Hotel renovation is shifted to the CEP&RI account. In addition, funding is not provided to remodel the administration building at the Washington State Reformatory, nor is funding provided to remodel the intensive management unit at the Washington State Penitentiary.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of Corrections

Statewide Projects: Program

Section 306

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$9,742,000	\$17,767,000

Description: For statewide repairs and improvements.

Provisos: None.

Comments: Funding is not provided for the following projects in this category: a warehouse at Washington Corrections Center for Women; design of a department headquarters building; facility program analysis at the Washington State Penitentiary; and funding to remodel the basement and showers at the Tacoma prerelease facility.

Department of Corrections

Western Washington Prerelease

Section 307

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$3,839,000	\$0

Description: For acquisition and design of the replacement facility and necessary repairs at the current facility at Western State Hospital.

Provisos: The appropriation shall not be expended until the predesign and reporting requirements of section 1015 have been met.

Comments: The legislative budget allows improvements at the current Western Washington Prerelease facility to be funded out of the reappropriated funds provided for site acquisition and design of the new facility.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of Corrections

Airway Heights: 512 Bed Addition

Section 314

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$4,000,000

Description: For design of and site preparation for an addition to the Airway Heights Correctional Facility.

Provisos: The design must be based on existing designs. The appropriation shall not be expended until the OFM project review requirements of section 1015 have been met.

Comments: It is anticipated that additional funding for site preparation will be expended from remaining funds from the construction of the 1024 bed facility at Airway Heights under sections 311 and 312.

Department of Corrections

1,936 Bed Multi-Custody Facility: Design and Site Selection

Section 315

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$1,000,000

Description: To predesign and begin site selection for a 1,936 bed multi-custody facility.

Provisos: Predesign shall be conducted in accordance with the predesign manual published by the Office of Financial Management. Future appropriations for this project are subject to the submittal of completed predesign documents prior to July 1, 1994.

Comments: None.

1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request

Washington State Energy Office

Energy Partnerships

Section 401

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$ 358,000	\$0
Energy Efficiency Account	<u>3,000,000</u>	0
Total	\$3,358,000	\$0

Description: For planning, development, and contract review of co-generation projects, and development and financing of conservation capital projects, for schools and state agencies.

Provisos: \$2,000,000 of the energy efficiency construction account reappropriation is provided solely for financing conservation capital projects for schools under chapter 39.35C RCW.

Comments: The legislative budget allows expenditures for the energy partnerships program from reappropriated funds instead of providing new funding.

Department of Ecology

Centennial Clean Water Fund: Water Quality Account

Section 406

	<u>Reapprop</u>	<u>Approp</u>
Water Quality Account	\$87,820,000	\$63,899,000

Description: For financial assistance to local governments address water quality problems.

Provisos: For grants and loans for facilities that discharge into marine waters the department shall give first priority to secondary treatment facilities mandated by both federal and state law, give second priority to projects that reduce combined sewage overflows and encourage projects that meet both criteria. The total distribution of funds under this section is limited as follows: no more than 50% for facilities related to marine discharge, no more than 20% for groundwater pollution and at least two-thirds of this amount for the Spokane-Rathdrum aquifer, no more than 10% for protection of freshwater lakes and rivers, no more than 10% for non-point pollution activities, and at least 10% for discretionary projects as determined by the department. In determining compliance schedules for combined sewer overflows the department shall take into consideration the amount of financial assistance available to meet this purpose. The department shall develop a strategy to increase the percentage of loans from the Centennial Clean Water Account. The department shall develop a plan and submit legislative recommendations by December 1, 1993 to improve the grant and loan program.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of Ecology (continued)

Comments: The biennial revenue guarantee of \$90 million to the Water Quality Account which is set forth in RCW 70.146.080 was suspended in section 924 of the 1993-95 biennial operating budget, Chapter 24, Laws of 1993 1st sp.s. (SSB 5968). Although the statutory guarantee is temporarily removed, the \$90 million appropriation level was maintained for the 1993-95 biennium by transferring \$7.5 million from Referendum 26 and Referendum 39 to the Water Quality Account (see section 1020 of the 1993-95 capital budget) and by applying \$6.3 million in fund balance which was remaining from 1991-93 underexpenditures.

State Parks & Recreation Commission, Dept of Wildlife, Dept of Natural Resources

Trustland Transfers

Section 459

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$45,798,000
Aquatic Lands Account	<u>0</u>	<u>4,554,000</u>
Total	\$0	\$50,352,000

Description: For Common School Trust land acquisitions for parks, wildlife habitat, and natural area preservation.

Provisos: \$27,424,000 is provided to State Parks, \$4,975,000 is provided to the Department of Wildlife, and \$17,953,000 is provided to the Department of Natural Resources to acquire trust properties which are specifically identified in the proviso. After consultation with the Department of Natural Resources, State Parks may determine the order of acquisition of the State Parks projects identified in the proviso. From the funds available to State Parks, the State Parks Commission shall identify a new marine state park as an alternative to Squaxin Island state park. The commission may enter into an agreement which will provide permanent public access to Squaxin Island state park.

Timber on the lands transferred shall be commercially unsuitable for harvest due to economic considerations, good forest practices, or other interests of the state. Lands acquired shall be appraised at fair market value and transferred in fee simple. Proceeds of the value of timber shall be deposited in the same manner as other timber revenues from other common school trust lands. Proceeds from the transfer of land shall be deposited into the park land trust revolving account and be used exclusively to acquire replacement common school trust land. The Department of Natural Resources shall attempt to maintain an aggregate ratio of 85:15 timber-to-land value in these transactions. The Department of Natural Resources may execute inter-grant exchanges between common school and other trust lands to accomplish the goals of this section if the exchange is in the interest of both trusts and if the other trust lands meet the criteria for selection.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

State Parks & Recreation Commission, Dept of Wildlife, Dept of Natural Resources (Continued)

Comments: It is assumed that \$43.8 million of the appropriation will accrue as timber revenues to the Common School Construction Fund. This amount is slightly higher than the 85% guideline listed in the proviso and is based on the assumption of increasing short term timber prices. The revenue resulting from these timber purchases has been included in the appropriation to the State Board of Education in section 708. Preliminary estimates of values of the parcels were used to establish the allocations to the three state agencies. Actual land appraisals and timber valuations may vary from the preliminary estimates and may result in the acquisition of fewer parcels than are listed.

Interagency Committee for Outdoor Recreation

Washington Wildlife and Recreation Program

Section 469

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$60,525,800
Outdoor Recreation Account - State	0	4,028,200
Aquatic Lands Enhancement Account	<u>0</u>	<u>446,000</u>
Total	\$0	\$65,000,000

Description: For the acquisition and development of state and local recreation and habitat lands.

Provisos: \$32.5 million of the state building construction account is deposited into the habitat and conservation account for use in the wildlife and recreation program. \$28,025,800 of the state building construction account and all of the aquatic land enhancement account is deposited into the outdoor recreation account for use in the wildlife and recreation program. \$1 million of the outdoor recreation account appropriation shall be spent for nonhighway projects and shall be credited as part of the off-road vehicle expenditures under RCW 46.09.170 (d)(iii). \$1 million of the outdoor recreation account appropriation shall be spent for marine recreation and water access and shall be credited as part of the marine fuel rebate expenditures under RCW 43.99.080(2). \$2,028,000 of the outdoor recreation account appropriation shall be spent for marine recreation and water access and shall be credited as part of the marine fuel rebate expenditures under RCW 43.99.080(1). All state lands acquired with funds from this section shall comply with noxious weed provisions of Chapter 17.10 RCW. The following projects are deleted from the approved list of projects and shall not be acquired: the mule deer winter range project (#92-638A) other than mule deer migration corridors in the Methow Valley, and the sharptailed grouse project phase 2 (92-636A).

Veto: The deletion of the sharptailed grouse project was vetoed thereby restoring the project to the list and allowing the acquisition to occur as programmed.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Interagency Committee for Outdoor Recreation (Continued)

Comments: The aquatic lands enhancement account and the outdoor recreation account appropriation were transferred from other programs. These fund sources had unexpected cash surpluses and, after the transfer of excess funds to similar uses in the wildlife/recreation program, the programs were left with historic levels of funding.

Department of Trade and Economic Development

Timber Ports Capital Asset Improvements

Section 472

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$3,900,000

Description: To enhance the economic diversity and employment base for the ports of Grays Harbor, Port Angeles, and Longview by supporting infrastructure development and facilities improvements.

Provisos: Each port shall provide at least six dollars of non-state funding for every five dollars provided from this appropriation. The ports' match may include land value and cash. State assistance to each port shall not exceed the following amounts: Grays Harbor (\$564,000); Port Angeles (\$1,500,000); and Longview (\$1,855,400).

Comments: None.

State Conservation Commission

Water Quality Account Projects

Section 474

	<u>Reapprop</u>	<u>Approp</u>
Water Quality Account - State	\$348,652	\$5,224,000

Description: To provide grants to local conservation districts.

Provisos: \$3.0 million of the appropriation is provided solely for technical assistance and grants for dairy waste management and facility planning and implementation.

Comments: The \$3 million appropriation for dairy waste management is in excess of the statutory distribution for grants outlined in RCW 89.08.410 and is part of the \$90 million guarantee for the Water Quality Account.

1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request

Department of Fisheries

Facilities: Rehabilitation and Renovation

Section 482

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$650,000	\$2,185,000

Description: For the replacement and renovation of the department's fish hatcheries.

Provisos: \$100,000 is provided to study the consolidation of hatchery facilities with the Department of Wildlife. A progress report to the Legislature is due by January, 1994.

Comments: The hatchery study is to focus on the opportunities that accompany the consolidation of the agencies specifically in the areas of production goals, wild stock restoration, facility planning and consolidation, water quality and disease containment.

Department of Fisheries

Water Access and Development

Section 498

	<u>Reapprop</u>	<u>Approp</u>
Outdoor Recreation Account - State	\$1,200,000	\$150,000
General Fund - Federal	0	280,000
LIRA, Public Recreation Facilities	<u>0</u>	<u>25,000</u>
Total	\$1,200,000	\$455,000

Description: To acquire and develop public recreational fishing access.

Provisos: The appropriation from the state and local improvement revolving account (LIRA) - public recreation facilities is provided for improvements to the boat ramp and adjacent restroom facilities at the Boston Harbor boat launch.

Comments: None.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of Wildlife

Hatchery Remodel

Section 508

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$ 740,000	\$2,275,000
Wildlife Account - Federal	<u>300,000</u>	<u>1,000,000</u>
Total	\$1,040,000	\$3,275,000

Description: For the replacement and renovation of the department's game fish hatcheries.

Provisos: \$100,000 of the State Building Construction Account is provided to study the consolidation of hatchery facilities with the Department of Fisheries. A report is due to the Legislature by January, 1994. No funds are provided for increased residential capacity at state hatchery facilities.

Comments: The hatchery study is to focus on the opportunities that accompany the consolidation of the agencies specifically in the areas of production goals, wild stock restoration, facility planning and consolidation, water quality and disease containment.

Department of Wildlife

Gloyd Seeps Fish Hatchery

Section 519

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$1,870,000

Description: For the purchase of the property.

Provisos: The appropriation shall not be expended until the department has made a determination that:

(1) The water rights to the property being transferred to the department, as part of the purchase agreement, are sufficient to operate the hatchery; and

(2) The operation of a warm water fish hatchery on the property is feasible.

Comments: The Gloyd Seeps fish hatchery is a privately owned and operated trout hatchery located approximately 7 miles north of Moses Lake with a total land area of approximately 104 acres. The property is adjacent to existing Department of Wildlife property.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Department of Natural Resources

Mountains to Sound Acquisition

Section 523

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$999,000	\$1,000,000

Description: To acquire forest land on Rattlesnake Ridge across Interstate 90 from the Mount Si natural resources conservation area. This land, when connected with other publicly owned land, will help create a continuous green belt corridor and recreation area from Snoqualmie Pass to the Puget Sound in King County.

Provisos: The appropriation must be matched by \$2,000,000 in cash, land, or other consideration from non-state moneys provided for the same purpose. The acquired forest land must be managed consistent with the purposes of Chapter 79.71 RCW.

Comments: The new appropriation supplements \$1,000,000 provided in the 1991-93 Capital Budget for the same purpose.

Department of Natural Resources

Aquatic Lands Enhancement Grants

Section 556

	<u>Reapprop</u>	<u>Approp</u>
Aquatic Lands Enhancement Account	\$0	\$2,776,000

Description: For grants to local jurisdictions and state agencies to increase public water access and to acquire and enhance aquatic lands.

Provisos: None.

Comments: This appropriation represents a reduction from the Governor Gardner request but maintains the grant program at historic levels. Projected revenues to the account were unexpectedly high due to record prices for geoduck leases. The amount in excess of past levels of appropriation is used for aquatic lands protection, acquisition and enhancement in the following programs: The Washington Wildlife and Recreation Program (\$446,000); the trustland transfer program (\$4,554,000); the Department of Fisheries operating budget for wildstock restoration (\$1,442,000), shellfish enhancement (\$546,000) and resource protection and enforcement (\$985,000); the State Parks Commission boating program (\$316,000); and the Department of Natural Resources administration of the aquatic lands program (\$1,000,000).

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Washington State Convention and Trade Center

Eagle's Building Transfer

Section 564

	<u>Reapprop</u>	<u>Approp</u>
State Convention and Trade Center Account	\$0	\$2,700,000

Description: To purchase the development ratio bonuses from A Contemporary Theater (ACT) and the Seattle Housing Resources Group (SHRG) that will result from the transfer and restoration of the Eagles land and building.

Provisos: The Eagles Building is transferred to ACT and the SHRG at no cost and in as-is condition, subject to final action by the City of Seattle to grant a new contract rezone for not less than ten years, and on terms acceptable to the State Convention and Trade Center. The appropriation is to be provided solely to purchase the ratio bonuses generated by the transfer and restoration of the Eagles building and land.

Comments: This appropriation will allow the Convention Center to transfer the ownership of the Eagles building and acquire development ratio bonuses and a rezone which may be applied to the McKay property for future development. It is anticipated that the transfer of the Eagles building to ACT and the SHRG will release the state from all future commitment and responsibility for the development of the Eagles building.

Washington State Fruit Commission

New Headquarters and Visitor Center Facility

Section 565

	<u>Reapprop</u>	<u>Approp</u>
Fruit Commission Facility Account	\$0	\$1,500,000

Description: For land acquisition, design, construction, furnishing, equipping, and other costs related to the acquisition of a new headquarters and visitor center facility.

Provisos: (1) The appropriation may be spent only after the director of financial management has: (a) certified that, based on the future income from the assessments levied under chapter 15.28 RCW and other revenues collected by the commission, an adequate balance will be maintained in the commission's general operating fund to pay the interest or principal and interest payments on the bonds issued for the project; and (b) approved the plans for the facility.
(2) The appropriation must be matched by at least \$200,000 from the commission's general operating fund provided for the capital costs of the project.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Washington State Fruit Commission (continued)

Comments: The current Fruit Commission headquarters facility is located in Yakima. The debt service on the bonds used to construct the new facility will be paid from Fruit Commission operating revenues. This capital budget appropriation is modeled after similar appropriations for the Apple Commission in 1987 (\$800,000) and the Dairy Products Commission in 1992 (\$900,000). House Bill 2019, which did not pass, contained an appropriation and bond issuing authority for this project. Chapter 12, Laws of 1993 1st sp.s. (2ESB 5719), the 1993 bond bill, now contains the bond issuing authority for this project.

State Board of Education

Common School Construction

Section 708

	<u>Reapprop</u>	<u>Approp</u>
Common School Construction Fund	\$0	\$233,179,000
State Building Construction Account	<u>0</u>	<u>4,821,000</u>
Total	\$0	\$238,000,000

Description: State matching funds for construction and modernization of school facilities.

Provisos: Not more than \$106,000,000 may be obligated in fiscal year 1994 for school district project design and construction. A maximum of \$1,250,000 may be expended for direct costs of state administration of school construction funding. A maximum of \$630,000 may be spent for three field staff to evaluate project requests and certify building conditions. \$75,000 is provided solely for development of an automated inventory and facility condition database which uses information obtained through the implementation and periodic updating of the construction funding priority system developed in the 1991-93 biennium.

Projects approved for state assistance for in lieu of modernization shall receive state funding only if the district certifies that the existing facility will not be used for instructional purposes and that the facility will be ineligible for any future state financial assistance. If the district does return the facility to instructional purposes the district shall be ineligible for state construction assistance for a period of at least five years.

Comments: The sources of funding for the \$233.2 million Common School Construction Fund appropriation are \$189.4 million in timber harvest revenue and \$43.8 million in revenue from the transfer of common school trust lands to State Parks and other agencies under section 459.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Higher Education Coordinating Board

Campus Planning

Section 716

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$170,000

Description: For a study related to the delivery of higher education services in the north King County and south Snohomish County region.

Provisos: The Higher Education Coordinating Board shall evaluate a variety of organizational models for meeting the higher education and work force training needs of the people in the North King/South Snohomish county area. The goal is to design the most effective delivery system of education opportunities for students and the region's population. By November 30, 1993, the board shall recommend the preferred organizational model, and report its decision to the governor, appropriate legislative committees, and affected institutions of higher education.

In developing the model, the board shall consider, but need not be limited to, the following:

- (1) Previously identified short and long-range higher education needs including upper and lower division, graduate programs, work force training, and basic skills as updated for current circumstances;
- (2) Previous community studies, including the conclusion that a new community college is needed in the area;
- (3) Teaching as the primary mission;
- (4) The smooth and convenient student transfer, as appropriate, between lower and upper division programs and courses;
- (5) The capacity of nearby existing public institutions;
- (6) Transportation and growth management principles;
- (7) The consolidation of capital investment through a single campus, whether permanently or temporarily collocated, and consider potential future need for an additional site;
- (8) Alternative organizational arrangements; and
- (9) Recommendations of the community siting committee.

Comments: None.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

University of Washington

Henry Art Gallery

Section 735

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$250,000	\$8,316,000

Description: To remodel and expand the Henry Art Gallery.

Provisos: The new appropriation shall not be expended until the capital project review requirements of section 1015 have been met. The appropriation shall be matched by at least \$4,050,000 in cash provided from non-state sources.

Comments: None.

University of Washington

Harborview Medical Center

Section 744

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$3,620,000

Description: To design a medical research and training building at the Harborview Medical Center.

Provisos: The appropriation shall not be expended until the capital project review requirements of section 1015 have been met.

Comments: None.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

University of Washington

Branch Campuses

Section 745

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$8,741,680	\$53,983,320

Description: For design and construction of the University of Washington branch campuses at Tacoma and Bothell.

Provisos: The appropriation may not be spent in a manner inconsistent with the recommendations of the higher education coordinating board. The requirements of sections 1015 and 1016 regarding predesign approval and cost standards must be met prior to the expenditure of the funds. Of the new appropriation \$23,000,000 is provided for the Bothell branch campus and \$30,983,320 is provided for the Tacoma branch campus.

Comments: The Legislature added \$14 million above Governor Lowry's budget recommendation to begin construction of the Bothell branch campus.

University of Washington

Thomas Burke Memorial Washington State Museum

Section 746

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$200,000

Description: For a study of the museum's space needs, long-term physical facility needs, and options for future expansion.

Provisos: None.

Comments: None.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

University of Washington

Infrastructure Projects Savings

Section 747

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$1

Description: The capital projects savings incentive program allows savings from capital projects to be applied to a specific set of minor repair projects.

Provisos: Savings from projects completed in conformance with section 1014 may be transferred to this project for the following purposes: (1) road and sidewalk repair; (2) roof repair; (3) electrical system repair; (4) steam / utility system repair; (5) plumbing repair; (6) HVAC repair; (7) emergency repairs. A report of any transfers under this section shall be filed with the legislative fiscal committees.

Comments: This is the first biennium of the incentive program which encourages the University to reduce the costs of major construction projects by allowing the savings to be applied to other infrastructure needs. This item was introduced in Governor Lowry's proposed budget.

Washington State University

Prosser: Septic System

Section 767

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$1,250,000

Description: To replace the septic system at the Prosser agricultural research facility.

Provisos: None.

Comments: The system failure was identified after Governor Gardner's budget was developed. Governor Lowry's budget recommendation included this item.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Washington State University

Branch Campus

Section 778

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$4,917,900	\$29,656,462

Description: For design and construction of the Washington State University branch campus at Vancouver.

Provisos: The appropriation may not be spent in a manner inconsistent with the recommendations of the higher education coordinating board. The requirements of sections 1015 and 1016 regarding predesign approval and cost standards must be met prior to the expenditure of the funds.

Comments: The increased amount above Governor Gardner's budget is for additional road and infrastructure costs.

Washington State University

Infrastructure Projects Savings

Section 779

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$1

Description: The capital projects savings incentive program allows savings from other projects to be applied to a specific set of minor repair projects.

Provisos: Savings from projects completed in conformance with section 1014 may be transferred to this project for the following purposes: (1) road and sidewalk repair; (2) roof repair; (3) electrical system repair; (4) steam / utility system repair; (5) plumbing repair; (6) HVAC repair; (7) emergency repairs. A report of any transfers under this section shall be filed with the legislative fiscal committees.

Comments: This is the first biennium of the incentive program which encourages the University to reduce the costs of major construction projects by allowing the savings to be applied to other infrastructure needs. This item was introduced in Governor Lowry's proposed budget.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Washington State University

Greenhouse Replacement

Section 780

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$2,241,000

Description: For reconstruction of the greenhouse facility at the Western Washington Research and Extension Center at Puyallup.

Provisos: None.

Comments: None.

Washington State University

Consolidated Information Center

Section 782

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$1,224,000
Washington State University Building Account	<u>0</u>	<u>186,000</u>
Total	\$0	\$1,410,000

Description: For design of a new library at the Tri-Cities campus.

Provisos: The appropriation is provided with the expectation that federal funding will be available for 50 percent of construction costs. Prior to the request for construction, WSU must have commitments that future operating costs of the facility, above the current operating costs, will be provided from non-state sources. The provisions of sections 1015 and 1016 regarding predesign approval and cost standards must be met prior to the expenditure of the funds.

Comments: The WSU Building Account appropriation is provided to fund predesign costs to meet the requirements of sections 1015.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Washington State University

Intercollegiate Center for Nursing Education

Section 783

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$3,500,000

Description: To construct and equip a new nursing education facility at Yakima.

Provisos: The appropriation is provided for a new facility located at the Yakima Valley Community College. However, if the higher education coordinating board finds that the location is not programmatically or financially feasible, the facility may be sited at an alternate location approved by the higher education coordinating board. The facility shall be equipped with a digital link to the Washington higher education telecommunications system (WHETS).

Comments: Provides WHETS access for students at Yakima Valley Community College, Central Washington University, and Washington State University.

Washington State University

International Marketing Program for Agricultural Commodities and Trade (IMPACT)

Section 784

	<u>Reapprop</u>	<u>Approp</u>
General Fund - State	\$0	\$148,000

Description: For operating expenses of the IMPACT program.

Provisos: None.

Comments: This amount is in addition to \$1,222,000 provided for the program in the 1993-95 operating budget, Chapter 24, Laws of 1993 1st sp.s. (SSB 5968).

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

Eastern Washington University

JFK Library

Section 794

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$ 0	\$2,050,000
EWU Capital Project Account	<u>24,000</u>	<u>0</u>
Total	\$24,000	\$2,050,000

Description: For design of the remodel and addition to the JFK library.

Provisos: None.

Comments: None.

State Board for Community and Technical Colleges

Physical Education Facility - North Seattle

Section 887

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$104,673	\$8,352,200

Description: To design and construct a physical education facility at North Seattle Community College.

Provisos: The appropriation shall not be expended until capital project review requirements of section 1015 have been met.

Comments: The amount of the appropriation for this project was reduced from the Governor's level because mitigation requirements of the City of Seattle were reduced through negotiation.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

State Board for Community and Technical Colleges

Small Repairs and Improvements

Section 921

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$37,000,000

Description: For small repairs and improvements including roofs, HVAC systems, mechanical, electrical, exterior, interior, site improvements, and other repairs at various colleges.

Provisos: The appropriation shall not be allotted until OFM approves a list of projects submitted by the State Board for Community and Technical Colleges. Approval of listed projects shall be based on the severity ranking system implemented by the board, recognizing the most current information regarding repair needs.

Comments: This project consolidates eight separate appropriations from Governor Gardner's budget totalling \$37,490,271. The consolidation is intended to give the community and technical college system more flexibility to respond to changes in repair needs.

State Board for Community and Technical Colleges

Seattle Vocational Institute

Section 924

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$7,583,000

Description: For facility upgrades at Seattle Vocational Institute, including the acquisition of property for parking.

Provisos: The appropriation shall not be expended until the project review requirements of section 1015 have been satisfied.

Comments: Funding for this project was estimated from a program and site study funded in the 1992 capital budget. The 1993-95 capital budget contains a reappropriation of the study funds in section 919.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

State Board for Community and Technical Colleges

Predesign: Major Construction Projects

Section 934

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$250,000

Description: To predesign major construction projects for future budget requests.

Provisos: The appropriation is provided solely for the system's highest priority design and construction projects that will be included in the 1995-97 capital budget request. The predesign documents shall conform to the predesign manual published by the Office of Financial Management. Future appropriations for these projects are subject to submittal of completed predesign documents to the Office of Financial Management by July 1, 1994.

Comments: The appropriation is reduced from Governor Gardner's recommendation with the understanding that the state board will re-evaluate and possibly reprioritize the major construction proposals for submittal in the 1995-97 budget.

State Board for Community and Technical Colleges

Acquisitions

Section 935

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$509,000

Description: To purchase land for child care facilities at Green River College, Walla Walla College at Clarkston, and Centralia College.

Provisos: None.

Comments: None.

**1993-95 Capital Budget
Legislative Additions & Changes to Governor's Capital Budget Request**

State Board for Community and Technical Colleges

Clover Park: Acquisition of Environmental Lands

Section 936

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$2,750,000

Description: To acquire parcels No. 3 and 4 of the Flett Dairy to be used as an outdoor environmental laboratory and education center for Clover Park Technical College.

Provisos: None.

Comments: None.

Gubernatorial Vetoes

There were no vetoes which affected the amount of funds appropriated in the Capital Budget. However, the Governor did strike language in section 469(6)(b) and vetoed section 1023 in its entirety.

Section 469(6)(b) removed the sharptailed grouse habitat acquisition project from the Wildlife and Recreation Program list for the Interagency Committee for Outdoor Recreation. The veto of this restriction will allow the Department of Wildlife to acquire the properties within the normal program guidelines of the Wildlife and Recreation Program.

Section 1023 amended the enabling legislation for the Puget Sound Water Quality Authority by removing the requirement that the Authority be housed at the Department of Ecology headquarters building. The veto of this section will maintain the requirement for collocation.

Transportation Budget

Table of Contents

Subject	Page
Agency Summary	358
Fund Summary	362
Directory of Agency Detail Reports	367
Agency Detail	
Washington Traffic Safety Commission	369
Board of Pilotage Commissioners	371
County Road Administration Board	372
Transportation Improvement Board	374
Washington State Patrol - Operating	375
Department of Licensing - Operating	382
Legislative Transportation Committee	393
Legislative Evaluation & Accountability Program Committee	394
Marine Employees' Commission	395
Transportation Commission	396
Air Transportation Commission	397
Department of Agriculture	398
Department of Transportation	399
Washington State Patrol - Capital	443
Department of Licensing - Capital	444
Washington State Energy Office	445

1993-95 Transportation Budget

2ESSB 5972 (Ch. 23, L. 93)

Agency Summary

(Dollars in Thousands)

Total Appropriated Funds

	<u>Agency Request</u>	<u>Governor</u>	<u>Enacted</u>
Legislative Transportation Committee	2,643	2,644	2,644
LEAP Committee	411	410	410
Washington State Energy Office	216	217	0
Board of Pilotage Commissioners	215	218	218
Washington State Patrol	247,109	219,356	227,416
Washington Traffic Safety Commission	6,187	6,573	3,357
Department of Licensing	171,635	164,142	133,980
Department of Transportation	2,920,112	3,287,377	2,648,377
County Road Administration Board	87,921	87,924	87,924
Transportation Improvement Board	168,822	208,722	211,822
Marine Employees' Commission	366	373	373
Transportation Commission	1,641	1,637	1,637
Air Transportation Commission	1,336	1,158	534
Department of Agriculture	426	426	418
Total Transportation	3,609,040	3,981,177	3,319,110

1993-95 Transportation Budget

2ESSB 5972 (Ch. 23, L. 93)

Agency Summary

(Dollars in Thousands)

	Total Appropriated Funds		
	<u>Agency Request</u>	<u>Governor</u>	<u>Enacted</u>
Field Operations Bureau	164,120	150,770	147,622
Investigative Services Bureau	0	0	5,815
Support Services Bureau	67,903	57,016	61,964
Capital	15,086	11,570	12,015
Total Washington State Patrol	247,109	219,356	227,416

1993-95 Transportation Budget

2ESSB 5972 (Ch. 23, L. 93)

Agency Summary

(Dollars in Thousands)

Total Appropriated Funds

	<u>Agency Request</u>	<u>Governor</u>	<u>Enacted</u>
Management & Support Services	10,533	10,246	10,458
Information Systems	40,813	40,071	15,518
Vehicle Services	54,687	50,839	50,298
Driver Services	60,361	57,745	57,625
Capital	5,241	5,241	81
Total Department of Licensing	171,635	164,142	133,980

1993-95 Transportation Budget

2ESSB 5972 (Ch. 23, L. 93)

Agency Summary

(Dollars in Thousands)

Total Appropriated Funds

	<u>Agency Request</u>	<u>Governor</u>	<u>Enacted</u>
A - Non - Interstate Preservation	310,639	313,360	275,837
B - Interstate Hwy Construction	578,639	645,512	535,245
C - Non - Interstate Hwy Constr - Cap	553,958	485,952	431,069
D - Plant Construction & Supv	20,751	19,558	19,328
D - Hwy Mgmt and Facilities	58,222	51,376	52,580
F - Aeronautics	9,171	3,521	3,888
G - Community Econ Revitalization	5,020	5,020	5,020
H - Non - Interstate Bridge - Capital	132,596	131,858	117,027
M - Highway Maintenance	286,962	286,170	243,382
R - County/City Programs - Capital	55,104	54,968	54,526
R - Sales & Services to Others	11,365	11,060	10,660
S - Transportation Management	64,723	58,841	54,586
T - Transit Research - Capital	2,100	3,094	2,100
T - Transit Research	138,414	499,172	126,830
U - Charges from Other Agencies	21,438	33,384	32,124
W - Marine Transportation - Capital	243,868	243,538	268,983
X - Marine Transportation	245,266	241,764	237,559
Z - Local Programs - Capital	170,192	184,010	166,286
Z - Local Programs - Operating	11,684	15,219	11,347
Total Department of Transportation	2,920,112	3,287,377	2,648,377

1993-95 Transportation Budget

2ESSB 5972 (Ch. 23, L. 93)

Fund Summary

(Dollars in Thousands)

	<u>Total Approp</u>	<u>MVF State</u>	<u>MVF Federal</u>	<u>Hwy Sfty Fund</u>	<u>St Patrol Hwy Acct</u>	<u>Transp Fund</u>	<u>Marine Operating</u>	<u>Other</u>
Legislative Transportation Committee	2,644	2,644	0	0	0	0	0	0
LEAP Committee	410	410	0	0	0	0	0	0
Washington State Energy Office	0	0	0	0	0	0	0	0
Board of Pilotage Commissioners	218	0	0	0	0	0	0	218
Washington State Patrol	227,416	7,096	0	765	211,575	4,762	0	3,218
Washington Traffic Safety Commission	3,357	0	0	212	0	600	0	2,545
Department of Licensing	133,980	63,344	0	62,644	0	5,057	0	2,935
Department of Transportation	2,648,377	760,332	893,135	0	0	109,709	237,559	647,642
County Road Administration Board	87,924	1,331	0	0	0	0	0	86,593
Transportation Improvement Board	211,822	0	0	0	0	0	0	211,822
Marine Employees' Commission	373	0	0	0	0	0	0	373
Transportation Commission	1,637	0	0	0	0	1,637	0	0
Air Transportation Commission	534	0	0	0	0	534	0	0
Department of Agriculture	418	418	0	0	0	0	0	0
Total Transportation	3,319,110	835,575	893,135	63,621	211,575	122,299	237,559	955,346

1993-95 Transportation Budget

2ESSB 5972 (Ch. 23, L. 93)

Fund Summary

(Dollars in Thousands)

	<u>Total Approp</u>	<u>MVF State</u>	<u>MVF Federal</u>	<u>Hwy Sfty Fund</u>	<u>St Patrol Hwy Acct</u>	<u>Transp Fund</u>	<u>Marine Operating</u>	<u>Other</u>
Field Operations Bureau	147,622	788	0	0	143,616	0	0	3,218
Investigative Services Bureau	5,815	4,444	0	0	0	1,371	0	0
Support Services Bureau	61,964	1,099	0	0	57,474	3,391	0	0
Capital	12,015	765	0	765	10,485	0	0	0
Total Washington State Patrol	227,416	7,096	0	765	211,575	4,762	0	3,218

1993-95 Transportation Budget

2ESSB 5972 (Ch. 23, L. 93)

Fund Summary

(Dollars in Thousands)

	<u>Total Approp</u>	<u>MVF State</u>	<u>MVF Federal</u>	<u>Hwy Sfty Fund</u>	<u>St Patrol Hwy Acct</u>	<u>Transp Fund</u>	<u>Marine Operating</u>	<u>Other</u>
Management & Support Services	10,458	4,379	0	5,523	0	414	0	142
Information Systems	15,518	9,869	0	5,131	0	247	0	271
Vehicle Services	50,298	49,076	0	0	0	0	0	1,222
Driver Services	57,625	0	0	51,929	0	4,396	0	1,300
Capital	81	20	0	61	0	0	0	0
Total Department of Licensing	133,980	63,344	0	62,644	0	5,057	0	2,935

1993-95 Transportation Budget

2ESSB 5972 (Ch. 23, L. 93)

Fund Summary

(Dollars in Thousands)

	<u>Total Approp</u>	<u>MVF State</u>	<u>MVF Federal</u>	<u>Hwy Sfty Fund</u>	<u>St Patrol Hwy Acct</u>	<u>Transp Fund</u>	<u>Marine Operating</u>	<u>Other</u>
A - Non - Interstate Preservation	275,837	174,337	98,040	0	0	0	0	3,460
B - Interstate Hwy Construction	535,245	85,245	446,000	0	0	0	0	4,000
C - Non - Interstate Hwy Constr - Cap	431,069	77,540	66,948	0	0	64,724	0	221,857
D - Plant Construction & Supv	19,328	1,300	0	0	0	0	0	18,028
D - Hwy Mgmt and Facilities	52,580	29,728	400	0	0	0	0	22,452
F - Aeronautics	3,888	0	0	0	0	0	0	3,888
G - Community Econ Revitalization	5,020	0	0	0	0	0	0	5,020
H - Non - Interstate Bridge - Capital	117,027	45,027	71,000	0	0	0	0	1,000
M - Highway Maintenance	243,382	238,692	0	0	0	0	0	4,690
R - County/City Programs - Capital	54,526	2,526	33,000	0	0	0	0	19,000
R - Sales & Services to Others	10,660	368	400	0	0	0	0	9,892
S - Transportation Management	54,586	51,475	0	0	0	897	0	2,214
T - Transit Research - Capital	2,100	0	0	0	0	0	0	2,100
T - Transit Research	126,830	16,376	16,314	0	0	44,088	0	50,052
U - Charges from Other Agencies	32,124	30,124	0	0	0	0	0	2,000
W - Marine Transportation - Capital	268,983	0	0	0	0	0	0	268,983
X - Marine Transportation	237,559	0	0	0	0	0	237,559	0
Z - Local Programs - Capital	166,286	3,480	157,806	0	0	0	0	5,000
Z - Local Programs - Operating	11,347	4,114	3,227	0	0	0	0	4,006
Total Department of Transportation	2,648,377	760,332	893,135	0	0	109,709	237,559	647,642

Transportation Budget - Agency Detail

Directory

Agency	Page
Agriculture, Department of	398
Air Transportation Commission	397
County Road Administration Board	372
Energy Office, Washington State	445
Legislative Evaluation & Accountability Program Committee	394
Legislative Transportation Committee	393
Licensing, Department of	
Management & Support Services	382
Information Systems	384
Vehicle Services	386
Driver Services	389
Capital	444
Marine Employees' Commission	395
Pilotage Commissioners, Board of	371
State Patrol, Washington	
Field Operations Bureau	375
Investigative Services Bureau	378
Support Services Bureau	379
Capital	443
Traffic Safety Commission, Washington	369
Transportation, Department of	
Non-Interstate Preservation	399
Interstate Highway Construction	402
Major Non-Interstate Highway Construction - Capital	404
Plant Construction & Supervision	407
Highway Management & Facilities	409
Aeronautics	412

Agency	Page
Transportation, Department of (continued)	
Community Economic Revitalization	414
Non-Interstate Bridge Program - Capital	415
Highway Maintenance	417
County & City Program - Capital	421
Sales & Services to Others	422
Transportation Management	424
Transit Research & Intermodal Planning	427
Transit Research & Intermodal Planning - Capital	431
Charges from Other Agencies	432
Marine Transportation - Capital	433
Marine Transportation	435
Local Programs - Capital	439
Local Programs - Operating	441
Transportation Commission	396
Transportation Improvement Board	374

Washington Traffic Safety Commission
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	7,858	7,858	7,858
1993-95			
CURRENT AUTHORIZED LEVEL	5,987	5,987	5,987
ERL ITEMS			
1. INTERAGENCY BILLINGS	0	8	4
2. MERIT INCREMENTS	8	8	5
3. INFLATION	192	172	55
4. ELIMINATE CAL FOR FY 95	0	0	(2,694)
ESSENTIAL REQUIREMENTS LEVEL	6,187	6,175	3,357
POLICY ITEMS			
5. RESTORE DWI TASK FORCE FUNDING	0	400	0
6. DWI TASK FORCE FUND SHIFT	0	0	0
7. TRAVEL MANAGEMENT SAVINGS	0	(4)	(2)
8. INTERAGENCY BILLINGS	0	2	2
9. FUND ADJUSTMENT	0	0	(175)
10. LAW AND JUSTICE PROGRAM	0	0	175
TOTAL 1993-95 BIENNIUM	6,187	6,573	3,357

Comments:

The Washington Traffic Safety Commission is responsible for coordinating traffic safety programs at the state and local level, and administering federal highway safety funds for the state. The Commission is composed of nine members, including the Governor; the agency directors of the Departments of Transportation, Licensing, and Social and Health Services; the Chief of the State Patrol; the Superintendent of Public Instruction; and representatives from the judiciary, counties, and cities. Most of the Commission's revenue comes from federal traffic safety grant programs. Revenue from the state Highway Safety Fund is appropriated to match federal revenue used for administration and planning.

Note: The Senate, House, and Legislature versions provide funding for FY 94 only (except for DWI Task Forces and the Law and Justice Program which received funding for the entire biennium) and state the intent of the Legislature to abolish the Traffic Safety Commission as of July 1, 1994. The Governor vetoed the budget proviso stating the Legislature's intent to abolish the Commission and the budget proviso stipulating that the Law and Justice Program be transferred from DOL to the Commission and that \$175,000 of federal revenue only be used to fund the Law and Justice Program.

4. ELIMINATE CAL FOR FY 95 - Eliminates current level funding for fiscal year 1995. (See note above).
- Agy Req: -0-
 - Gov Rec: -0-
 - STC Rec: (\$2.7 M)
 - Sen Flr: (\$2.7 M)
 - HTC Rec: (\$2.7 M)
 - Hse Flr: (\$2.7 M)
 - Enacted: (\$2.7 M)

5. RESTORE DWI TASK FORCE FUNDING - Seventeen Community DWI Task Forces throughout the state coordinate local activities that address the drinking driver and other traffic safety concerns. \$900,000 from the Public Safety and Education Account was appropriated for the task forces for the 1991-93 biennium. However, a proviso in the 1991-93 transportation budget bill called for reducing the appropriation by \$300,000 each biennium until state funding is eliminated.
- Agy Req: \$0.6 M in current authorized level (CAL)
 - Gov Rec: \$0.6 M in CAL, adds \$0.4 M from Transportation Fund (Total=\$1.0 M)
 - STC Rec: \$0.6 M in CAL
 - Sen Flr: \$0.6 M in CAL
 - HTC Rec: \$0.6 M in CAL, adds \$0.3 M from PSEA (Total=\$0.9 M)
 - Hse Flr: \$0.6 M in CAL, adds \$0.3 M from PSEA (Total=\$0.9 M)
 - Enacted: \$0.6 M in CAL, no additional funding provided
6. DWI TASK FORCE FUND SHIFT - Shifts fund source for \$0.6 M in CAL for Community DWI Task Forces from the Public Safety and Education Account (PSEA) to the Transportation Fund.
- Agy Req: -0- (\$0.6 M in PSEA)
 - Gov Rec: -0- (\$0.6 M in Transportation Fund)
 - STC Rec: -0- (\$0.6 M in Transportation Fund)
 - Sen Flr: -0- (\$0.6 M in Transportation Fund)
 - HTC Rec: -0- (\$0.6 M in PSEA)
 - Hse Flr: -0- (\$0.6 M in PSEA)
 - Enacted: -0- (\$0.6 M in Transportation Fund)
7. TRAVEL MANAGEMENT SAVINGS - Anticipated savings that will result from new contracts with travel agencies

Washington Traffic Safety Commission

that will reduce agency expenditures on travel and accommodations booked through these travel contracts.

8. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
9. FUND ADJUSTMENT – Reduction in funding for discretionary federal programs.
- Agy Req: –0–
 - Gov Rec: –0–
 - STC Rec: (\$175,000)
 - Sen Flr: (\$175,000)
 - HTC Rec: (\$175,000)
 - Hse Flr: (\$175,000)
 - Enacted: (\$175,000)

Note: A budget proviso transferring the Law and Justice Program from DOL to the Traffic Safety Commission and stipulating that \$175,000 of federal revenue only be used for that program was vetoed by the Governor.

10. LAW AND JUSTICE PROGRAM – Coordinates the activities of the Department of Licensing, law enforcement, and local officials.
- Agy Req: –0–
 - Gov Rec: –0–
 - STC Rec: \$175,000 from Highway Safety Fund–Federal
 - Sen Flr: \$175,000 from Highway Safety Fund–Federal
 - HTC Rec: \$175,000 from Highway Safety Fund–Federal
 - Hse Flr: \$175,000 from Highway Safety Fund–Federal
 - Enacted: \$175,000 from Highway Safety Fund–Federal

Note: A budget proviso transferring the Law and Justice Program from DOL to the Traffic Safety Commission and stipulating that \$175,000 of federal revenue only be used for that program was vetoed by the Governor.

Board of Pilotage Commissioners
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	189	189	189
1993 SUPPLEMENTAL	0	0	17
TOTAL 1991-93 BIENNIUM	189	189	206
1993-95			
CURRENT AUTHORIZED LEVEL	191	192	191
ERL ITEMS			
1. INTERAGENCY BILLINGS	10	10	10
2. INFLATION	0	2	3
ESSENTIAL REQUIREMENTS LEVEL	201	204	204
POLICY ITEMS			
3. INCREASE PURCHASED SERVICES	14	14	14
TOTAL 1993-95 BIENNIUM	215	218	218

Comments:

The Board of Pilotage Commissioners is a seven-member board that oversees the pilotage of marine vessels in Puget Sound and other state waters. The state requires that pilots licensed by the state be aboard commercial vessels to ensure their safe passage. Board responsibilities include setting licensing standards and fixing pilotage rates. The Board is funded from the Pilotage Account which receives revenue solely from pilot license fees of \$1,500 per year.

1. INTERAGENCY BILLINGS - Increase for Attorney General charges.

Agy Req: \$10,000
Gov Rec: \$10,000
STC Rec: \$10,000
Sen Flr: \$10,000
HTC Rec: \$10,000
Hse Flr: \$10,000
Enacted: \$10,000

3. INCREASE PURCHASED SERVICES - Purchase of interagency services to assist the board in carrying out auditing and accounting responsibilities pertaining to tariffs; developing, administering, and grading pilot examinations; and investigating marine casualties.

Agy Req: \$14,000
Gov Rec: \$14,000
STC Rec: \$14,000
Sen Flr: \$14,000
HTC Rec: \$14,000
Hse Flr: \$14,000
Enacted: \$14,000

County Road Administration Board
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	62,527	62,527	62,527
1993-95			
CURRENT AUTHORIZED LEVEL	63,012	63,010	63,012
ERL ITEMS			
1. PUBLIC WORKS TRUST FUND LOAN PAYMT	36	36	36
2. PROGRAM & OBJECT LEVEL REVISIONS	(74)	(74)	(74)
3. REVENUE FORECAST UPDATE	27,670	27,670	27,670
4. MERIT INCREMENTS	14	14	14
5. INFLATION	21	22	20
ESSENTIAL REQUIREMENTS LEVEL	90,679	90,678	90,678
POLICY ITEMS			
6. AGENCY ACCOUNTANT	96	96	96
7. COMPUTER SUPPORT SPECIALIST	150	150	150
8. REDUCE TO AVAILABLE REVENUES	(3,000)	(3,000)	(3,000)
9. TRAVEL MANAGEMENT SAVINGS	(4)	(4)	(2)
10. INTERAGENCY BILLINGS	0	4	2
TOTAL 1993-95 BIENNIUM	87,921	87,924	87,924

Comments:

The County Road Administration Board administers grants and distributions, sets engineering standards, and provides technical assistance for county road preservation and improvement. The Board is comprised of nine members including six county commissioners and three county engineers.

1. PUBLIC WORKS TRUST FUND LOAN PAYMT - Provides funding out of the county share of the gas tax to repay a loan from the Public Works Trust Fund to implement county ferry capital projects. \$471,000 for this purpose is included in the current authorized level. Additional funding is needed to meet repayment requirements.
Agy Req: \$36,000
Gov Rec: \$36,000
STC Rec: \$36,000
Sen Flr: \$36,000
HTC Rec: \$36,000
Hse Flr: \$36,000
Enacted: \$36,000
2. PROGRAM & OBJECT LEVEL REVISIONS - As a result of an agency work program review, appropriations are shifted between programs and objects. There is a net decrease of \$38,000 allocated for travel and \$28,000 allocated for salaries.
Agy Req: (\$74,000)
Gov Rec: (\$74,000)
STC Rec: (\$74,000)
Sen Flr: (\$74,000)
HTC Rec: (\$74,000)
Hse Flr: (\$74,000)
Enacted: (\$74,000)

3. REVENUE FORECAST UPDATE - Reflects increased revenues as of June 1992 forecast.
Agy Req: \$27.7 M
Gov Rec: \$27.7 M
STC Rec: \$27.7 M
Sen Flr: \$27.7 M
HTC Rec: \$27.7 M
Hse Flr: \$27.7 M
Enacted: \$27.7 M
4. MERIT INCREMENTS - Incremental salary increases for classified employees.
Agy Req: \$14,000
Gov Rec: \$14,000
STC Rec: \$14,000
Sen Flr: \$14,000
STC Rec: \$14,000
Hse Flr: \$14,000
Enacted: \$14,000
6. AGENCY ACCOUNTANT - Provides a full-time accountant for the CRAB staff. The agency is now purchasing the services of the accountant employed by the Transportation Improvement Board.
Agy Req: \$96,000
Gov Rec: \$96,000
STC Rec: \$96,000
Sen Flr: \$96,000
HTC Rec: \$96,000
Hse Flr: \$96,000
Enacted: \$96,000

County Road Administration Board

7. COMPUTER SUPPORT SPECIALIST – Adds one computer support specialist to meet growing demand for technical assistance from counties using software supported by CRAB including the new Pavement Management System application which will be provided to 25 counties during the 1993–95 biennium. Counties must have the Pavement Management System software in place to meet the statutory requirements of the County Arterial Preservation Program.
 - Agy Req: \$150,000
 - Gov Rec: \$150,000
 - STC Rec: \$150,000
 - Sen Flr: \$150,000
 - HTC Rec: \$150,000
 - Hse Flr: \$150,000
 - Enacted: \$150,000

8. REDUCE TO AVAILABLE REVENUES – Reflects decrease in gas tax revenues forecast for the Rural Arterial Trust Account and the County Arterial Preservation Account since the development of the agency request budget. The decrease is based on November 1992 forecast.
 - Agy Req: –0–
 - Gov Rec: (\$3.0 M)
 - STC Rec: (\$3.0 M)
 - Sen Flr: (\$3.0 M)
 - HTC Rec: (\$3.0 M)
 - Hse Flr: (\$3.0 M)
 - Enacted: (\$3.0 M)

9. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.

10. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.

Transportation Improvement Board
Total Appropriated Funds
(Dollars in Thousands)

	Agy Req	Gov Rec	Enacted
1991-93 ESTIMATED EXPENDITURES	95,340	95,340	95,340
1993-95			
CURRENT AUTHORIZED LEVEL	156,786	156,788	156,786
ERL ITEMS			
1. REVENUE FORECAST UPDATE	11,732	4,730	4,732
2. INTERAGENCY BILLINGS	0	2	2
3. INFLATION	15	14	14
ESSENTIAL REQUIREMENTS LEVEL	168,533	161,534	161,534
POLICY ITEMS			
4. ADDITIONAL FTES FOR NEW PROGRAMS	289	290	290
5. NEW GAS TAX REVENUES	0	46,900	0
6. TRAVEL MANAGEMENT SAVINGS	0	(4)	(4)
7. INTERAGENCY BILLINGS	0	2	2
8. BOND REVENUE FOR TIA PROJECTS	0	0	50,000
TOTAL 1993-95 BIENNIUM	168,822	208,722	211,822

Comments:

The Transportation Improvement Board funds improvements on state, city, and county arterials through its Urban Arterial Trust Account and Transportation Improvement Account programs; provides funding to small cities that take over state highways within their boundaries through the City Hardship Assistance Account; and makes recommendations on road jurisdiction changes. As of July 1, 1993, the Board will consist of 18 members, including 2 DOT Assistant Secretaries, 1 Governor appointee, 3 county and 3 city elected officials, 1 county and 2 city engineers, 1 county and 1 city planner, the CRAB director, 1 transit representative, 1 private sector representative, and one public member.

1. REVENUE FORECAST UPDATE – Reflects gas tax increases as of June 1992 forecast.
 - Agy Req: \$4.7 M
 - Gov Rec: \$4.7 M
 - STC Rec: \$4.7 M
 - Sen Flr: \$4.7 M
 - HTC Rec: \$4.7 M
 - Hse Flr: \$4.7 M
 - Enacted: \$4.7 M
4. ADDITIONAL FTES FOR NEW PROGRAMS – Adds one transportation engineer and one clerk typist to handle increased staff responsibilities resulting from the addition of the Road Jurisdiction Transfer Program and the City Hardship Assistance Account Program during the 1991-93 biennium.
 - Agy Req: \$289,000
 - Gov Rec: \$290,000
 - STC Rec: \$290,000
 - Sen Flr: \$290,000
 - HTC Rec: \$290,000
 - Hse Flr: \$290,000
 - Enacted: \$290,000
5. NEW GAS TAX REVENUES – Revenue increase to the Transportation Improvement Account (TIA) resulting from gas tax increases in the transportation revenue package.
 - Agy Req: -0-
 - Gov Rec: \$46.9 M
 - STC Rec: \$43.9 M
 - Sen Flr: -0-
 - HTC Rec: -0-
 - Hse Flr: -0-
 - Enacted: -0-
6. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
7. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.
8. BOND REVENUE FOR TIA PROJECTS – Appropriation from bond sales to avoid construction delays of approved Transportation Improvement Account projects in the 1993-95 biennium. This appropriation was contingent upon passage of SB 5969 which authorizes \$50 million in bond sales. SB 5969 was enacted as Ch. 440, L. 93.
 - Agy Req: -0-
 - Gov Rec: -0-
 - STC Rec: \$50.0 M
 - Sen Flr: \$50.0 M
 - HTC Rec: \$50.0 M
 - Hse Flr: \$50.0 M
 - Enacted: \$50.0 M

**Washington State Patrol
Field Operations Bureau
Total Appropriated Funds
(Dollars in Thousands)**

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	144,924	144,924	144,924
1993-95			
CURRENT AUTHORIZED LEVEL	146,938	146,938	146,938
ERL ITEMS			
1. RESTORE LTC REDUCTIONS	192	0	0
2. REPLACEMENT EQUIPMENT	2,200	550	600
3. RENT INCREASES	278	128	128
4. UTILITY INCREASES	76	78	78
5. CADET TO TROOPER CONVERSION COSTS	1,300	1,300	1,300
6. CVE/SEO ENHANCEMENTS	342	0	0
7. CADET OVERTIME	222	0	0
8. SCHOOL BUS VIOLATION INSPECTIONS	618	0	0
9. PHYSICAL EXAM FEE INCREASES	16	10	10
10. INTERAGENCY BILLINGS	76	76	76
11. INFLATION	2,692	2,383	0
ESSENTIAL REQUIREMENTS LEVEL	154,950	151,463	149,130
POLICY ITEMS			
12. ADD SAFETY EDUCATION OFFICERS	433	0	0
13. ADD LICENSE FRAUD INVESTIGATORS	580	0	0
14. ADD TOW TRUCK INSPECTOR	147	0	0
15. PURCHASE NEW VIDEO/AUDIO SYS	250	0	50
16. PURCHASE BREATH TEST EQUIPMENT	946	0	30
17. HAZ MATERIAL MGT EQUIP/STAFF/TRNIN	434	0	0
18. REDUCE COUNTY ROAD ACTIVITIES	0	(6,380)	0
19. INCREASE STATE ROAD ACTIVITIES	6,380	6,380	0
20. MANAGEMENT 10% REDUCTION	0	(1,032)	0
21. LICENSE FRAUD INVESTIGATION	0	400	0
22. INFORMATION SERVICES REDUCTIONS	0	(6)	(6)
23. TRAVEL MANAGEMENT SAVINGS	0	(58)	(58)
24. INTERAGENCY BILLINGS	0	3	3
25. RIGHTSIZING DISTRICT & HQ OPERATION	0	0	(2,621)
26. INCREASE VEHICLE MILEAGE 100,000	0	0	(828)
27. CADET ACADEMY OVERTIME LAWSUIT	0	0	1,134
28. PSEA TO MVF	0	0	788
TOTAL 1993-95 BIENNIUM	164,120	150,770	147,622

Comments:

2. REPLACEMENT EQUIPMENT – Provides for replacement of 34 vehicles within the Field Force, 54 in the Commercial Vehicle Enforcement Division, and 22 in the Traffic Investigation Division. These vehicles are in addition to the vehicles funded in the Current Authorized Level.
 Agy Req: \$ 2.2 M
 Gov Rec: \$.6 M
 STC Rec: \$.6 M
 HTC Rec: \$.6 M

Con Rec: \$.6 M
 Enacted: \$.6 M; provides for replacement of 30 vehicles; 9 Field Force, 15 Commercial Vehicle Enforcement Section, 6 Traffic Investigation Division.

3. RENT INCREASES – Provides for rent increases in excess of standard inflation at the Everett District Office, Morton and Monroe detachment offices, and Aviation Division offices in Olympia and Yakima.

Washington State Patrol Field Operations Bureau

Agy Req: \$.3 M
Gov Rec: \$.1 M
STC Rec: \$.1 M
HTC Rec: \$.1 M
Con Rec: \$.1 M
Enacted: \$.1 M

4. UTILITY INCREASES – Provides for utility cost increases in excess of standard inflation.

Agy Req: \$ 76 K
Gov Rec: \$ 78 K
STC Rec: \$ 78 K
HTC Rec: \$ 78 K
Con Rec: \$ 78 K
Enacted: \$ 78 K
5. CADET TO TROOPER CONVERSION COSTS – This item funds replacement equipment and salary increments for 60 Cadets added in the 1991–93 biennium.

Agy Req: \$ 1.3 M
Gov Rec: \$ 1.3 M
STC Rec: \$ 1.3 M
HTC Rec: \$ 1.3 M
Con Rec: \$ 1.3 M
Enacted: \$ 1.3 M
9. PHYSICAL EXAM FEE INCREASES – Provides funding for the increased cost of medical exams in excess of standard inflation for new cadets and promotions of commissioned personnel.

Agy Req: \$ 16 K
Gov Rec: \$ 10 K
STC Rec: \$ 10 K
HTC Rec: \$ 10 K
Con Rec: \$ 10 K
Enacted: \$ 10 K
11. INFLATION – Agencies requested funding for inflation per OFM instruction at 3.4 percent in FY 94 and 7.0 percent in FY 95, OFM changed these rates to 3.1 percent and 6.2 percent. The agency requested extraordinary inflation for vehicle maintenance and operating costs at 15 percent in FY 94 and 32.2 percent in FY 95, OFM changed these rates to 13.6 percent and 27.2 percent.

Agy Req: \$ 2.7 M
Gov Rec: \$ 2.4 M
STC Rec: 2 K
HTC Rec: 2 K
Con Rec: 2 K
Enacted: 2 K
13. ADD LICENSE FRAUD INVESTIGATORS – This item provides funding for six additional troopers to serve as license fraud investigators. The six additional troopers would be deployed to cover four major areas of the state that are not currently staffed.

Agy Req: \$.6 M
Gov Rec: \$.4 M
STC Rec: –0–
Sen Flr: \$.4 M
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
15. PURCHASE NEW VIDEO/AUDIO SYS – This item provides funding for Video/Audio recording systems mounted in patrol vehicles. This initial request is for 50 audio/video systems to be mounted in selected patrol cars.

Agy Req: \$.3 M; 50 units
Gov Rec: –0–
STC Rec: \$ 50 K
HTC Rec: \$ 50 K
Con Rec: \$ 50 K
Enacted: \$ 50 K; 10 units, status report to LTC by January 1, 1994 on effectiveness of video/audio systems.
16. PURCHASE BREATH TEST EQUIPMENT – Funding is requested for new equipment, adequate database capabilities, additional training and overtime to keep up with the growing demand for breath test services. 1) Monies would be used to replace the present 163 Blood Alcohol Content measuring instruments and 7 backup units are requested. 2) Monies would be used to move the current database, which contains DWI information, onto a client/server platform. 3) Monies are requested for 380 Preliminary Breathtest (PBT) devices. 4) Monies are requested to pay for overtime of technicians in the Breath Test Program.

Agy Req: \$.9 M
Gov Rec: \$.6 M
STC Rec: \$ 30 K
HTC Rec: \$ 30 K
Con Rec: \$ 30 K
Enacted: \$ 30 K; monies provided to upgrade current PC database configuration.
18. REDUCE COUNTY ROAD ACTIVITIES – The primary roadway responsibilities for the State Patrol are state highways and interstates. In 1990, the LTC issued recommendations for the WSP to manage the county road activities.

Gov Rec: \$ (6.4 M); reduced county road activity in excess of actual county road activity. Would result in net loss of troopers.
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–; agreements with each county on level of service will be completed by January 1, 1994. The 1993–95 authorized level of service is 25 FTEs.
19. INCREASE STATE ROAD ACTIVITIES – Funding is requested for an additional 62 traffic troopers for the Field Force. Increased workload demands are driven by the continued growth in the Washington State Motoring Environment. The requested 62 traffic trooper are the product of the new model for trooper deployment used by the WSP, the Patrol Allocation Model (PAM).

Agy Req: \$ 6.4 M; 62 FTEs
Gov Rec: \$ 6.4 M; (See note for item 18)
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
22. INFORMATION SERVICES REDUCTIONS – The elimination of internal Department of Information Services costs enables rates on various computer services to be reduced beginning July 1, 1993.

Gov Rec: (\$ 6 K)

Washington State Patrol Field Operations Bureau

STC Rec: (\$ 6 K)
 HTC Rec: (\$ 6 K)
 Con Rec: (\$ 6 K)
 Enacted: (\$ 6 K)

STC Rec: \$.8 M; TF
 HTC Rec: \$.8 M; PSEA
 Con Rec: \$.8 M; PSEA
 Sen Exs: \$.8 M; PSEA
 Hse Exs: \$.8 M; MVF
 Enacted: \$.8 M; MVF

23. TRAVEL MANAGEMENT SAVINGS – The Office of Financial Management has identified travel savings for all state agencies as a result of the new centralized travel functions at the Department of General Administration.

Agy Req: –0–
 Gov Rec: (\$ 58 K)
 STC Rec: (\$ 58 K)
 HTC Rec: (\$ 58 K)
 Con Rec: (\$ 58 K)
 Enacted: (\$ 58 K)

25. RIGHTSIZING DISTRICT & HQ OPERATION – Decommissions 64 trooper positions and replaces them with 48 merit system positions. 1) Decommissions 16 trooper positions in selected management positions in Headquarters and District Operations staffs and replaces with 12 merit system positions, eliminates 4 positions. 2) Decommissions 48 trooper positions within the Vehicle Inspection Program and replaces them with 36 merit system positions, eliminates 12 positions. Assumes two step implementation; 24 trooper positions converted and 16 trooper positions eliminated on 7-1-94. The remaining 24 trooper positions converted on 1-1-95. The 48 commissioned positions will be absorbed by attrition. Eliminates 64 troopers from total of 1,000 commissioned troopers. Field Force is not to drop below an average strength of 721 troopers and sergeants (combined).

STC Rec: (\$ 2.6 M)
 HTC Rec: (\$ 2.6 M)
 Con Rec: (\$ 2.6 M)
 Enacted: (\$ 2.6 M)

26. INCREASE VEHICLE MILEAGE 100,000 – Increase vehicle mileage from 75,000 to 100,000, which equates to the purchase of 58 less vehicles.

STC Rec: (\$.8 M)
 HTC Rec: (\$.8 M)
 Con Rec: (\$.8 M)
 Enacted: (\$.8 M)

27. CADET ACADEMY OVERTIME LAWSUIT – A settlement was reached in a class action lawsuit brought by WSP cadets for overtime worked while training at the academy. The settlement was reached in January, 1993. Settlement must be completed by October, 1993.

STC Rec: \$ 1.1 M
 HTC Rec: \$ 1.1 M
 Con Rec: \$ 1.1 M
 Enacted: \$ 1.1 M

28. PSEA TO MVF – Throughout the 1993 Legislative Session a variety of proposals were considered to fund previous General Fund activities with other fund sources. The final Transportation Budget enacted by the Legislature funded these activities with Motor Vehicle Fund dollars. The funded activities include the Aviation (Governors Travel), Traffic Investigation Division (License Fraud investigations), and Special Services (Emergency response to state facilities).

Agy Req: \$.8 M; GF
 Gov Rec: \$.8 M; GF

Washington State Patrol
Investigative Services Bureau
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	0	0	0
1993-95			
CURRENT AUTHORIZED LEVEL	0	0	0
ERL ITEMS			
1. CRIME LABS	0	0	1,604
2. ACCESS	0	0	2,771
3. IDENTIFICATION SECTION	0	0	1,440
ESSENTIAL REQUIREMENTS LEVEL	0	0	5,815
TOTAL 1993-95 BIENNIUM	0	0	5,815

Comments:

1. CRIME LABS – The highway traffic investigations represents 20 percent of the overall workload of the WSP Crime Laboratories.
 Enacted: \$ 1.6 M
2. ACCESS – ACCESS (A Central Computerized Enforcement System) is a teletype computer system used by Criminal Justice agencies in the state.
 Enacted: \$ 2.8 M; 1.4 MVF, 1.4 TF
3. IDENTIFICATION SECTION – The Identification Section provides criminal history information requested by law enforcement, courts and employers. Approximately 20 percent of these activities are highway-related.
 Enacted: \$ 1.4 M; MVF

**Washington State Patrol
Support Services Bureau
Total Appropriated Funds
(Dollars in Thousands)**

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	54,684	54,684	54,684
1993-95			
CURRENT AUTHORIZED LEVEL	53,906	53,906	53,906
ERL ITEMS			
1. REPLACEMENT EQUIPMENT	300	100	100
2. RENT INCREASES	84	38	38
3. TEIS MAINTENANCE	194	0	194
4. WAREHOUSE COSTS	42	42	42
5. DATA CENTER LEASES AND CONTRACTS	233	110	110
6. INTERAGENCY BILLINGS	904	1,184	904
7. INFLATION	668	594	0
ESSENTIAL REQUIREMENTS LEVEL	56,331	55,974	55,294
POLICY ITEMS			
8. COMMUNICATIONS SECTION SALARY INCR	1,520	0	0
9. MOBILE COMPUTER NETWORK PHASE 1	1,078	269	1,100
10. RADIO CONSOLE EQUIPMENT	160	160	160
11. MOBILE/BASE DIGITAL RADIO SYSTEM	4,604	364	364
12. MICROWAVE RADIO SYSTEM	858	429	429
13. CREATE AND STAFF WIDE AREA NETWORK	666	0	0
14. CLIENT SERVER TECH FOR MGT/OPS INF	959	0	0
15. ADD SUPPORT STAFF	1,406	0	100
16. SCALE, FUEL SYSTEM/SHOP EQUIPMENT	321	213	321
17. MANAGEMENT 10% REDUCTION	0	(354)	0
18. INFORMATION SERVICES REDUCTIONS	0	(10)	(10)
19. INTERAGENCY BILLINGS	0	(29)	(84)
20. RIGHTSIZING DISTRICT & HQ OPERATION	0	0	(200)
21. GF-S, MISC. ACCTS. TO TRANS. FUND	0	0	3,391
22. PSEA TO MVF	0	0	1,099
TOTAL 1993-95 BIENNIUM	67,903	57,016	61,964

Comments:

1. REPLACEMENT EQUIPMENT – Provides for replacement of six 24-hour, 40-channel recorders and reproducers for six communication centers.
 Agy Req: \$.3 M; 6 units
 Gov Rec: \$.1 M
 STC Rec: \$.1 M
 HTC Rec: \$.1 M
 Con Rec: \$.1 M
 Enacted: \$.1 M; 2 units
2. RENT INCREASES – Provides funding for Computer Services Division (CSD), Personnel Section, Communications Section, and the Office of Professional Standards for new lease agreements. Provides for lease increases in excess of standard inflation.
 Agy Req: \$ 84 K
 Gov Rec: \$ 62 K

STC Rec: \$ 62 K
 HTC Rec: \$ 62 K
 Con Rec: \$ 62 K
 Enacted: \$ 62 K

3. TEIS MAINTENANCE – The WSP has been involved in the development of the Transportation Executive Information System (TEIS) that serves the management and oversight needs of the LTC, WSP and OFM.
 Agy Req: \$.2 M
 Gov Rec: -0-
 STC Rec: \$.2 M
 HTC Rec: \$.2 M
 Con Rec: \$.2 M
 Enacted: \$.2 M

Washington State Patrol Support Services Bureau

4. **WAREHOUSE COSTS** – Provides funding for storage facility costs for evidence and unclaimed property, increased shipping costs and forklift replacement.
- Agy Req: \$ 42 K
Gov Rec: \$ 42 K
STC Rec: \$ 42 K
HTC Rec: \$ 42 K
Con Rec: \$ 42 K
Enacted: \$ 42 K
5. **DATA CENTER LEASES AND CONTRACTS** – Provides funding for additional lease and software rental charges.
- Agy Req: \$.3 M
Gov Rec: \$.3 M
STC Rec: \$.3 M
HTC Rec: \$.3 M
Con Rec: \$.3 M
Enacted: \$.3 M
9. **MOBILE COMPUTER NETWORK PHASE 1** – Provides for expanded pilot testing of a mobile computer network. The pilot will demonstrate on a limited scale, the predicted productivity gains from greatly reduced communication officer workloads and increased trooper effectiveness, and evaluate the adaptation of troopers to the new technology which the Department of Information Services believes presents the greatest risk to project success.
- Agy Req: \$ 1.1 M
Gov Rec: \$.3 M
STC Rec: \$ 1.1 M
HTC Rec: \$ 1.1 M
Con Rec: \$ 1.1 M
Enacted: \$ 1.1 M; funding of the MCN project will reduce workload of the communications sections, specifically in the high volume King Co. and Central Puget area.
10. **RADIO CONSOLE EQUIPMENT** – Provides funding to replace unreliable and outdated radio console equipment for the Olympia Communications Center.
- Agy Req: \$.2 M
Gov Rec: \$.2 M
STC Rec: \$.2 M
HTC Rec: \$.2 M
Con Rec: \$.2 M
Enacted: \$.2 M
11. **MOBILE/BASE DIGITAL RADIO SYSTEM** – This request replaces 350 analog mobile radios with digital radios, replaces 175 analog base stations with digital base stations, and installs nine high frequency radios to provide backup communications if a total microwave system failure should occur.
- Agy Req: \$ 4.6 M
Gov Rec: \$.4 M
STC Rec: \$.4 M
HTC Rec: \$.4 M
Con Rec: \$.4 M
Enacted: \$.4 M; provides for 175 digital base stations.
12. **MICROWAVE RADIO SYSTEM** – This item provides funding for the purchase and continued replacement of multiplex channel equipment and the replacement through lease purchase of one snowcat vehicle used to repair radio equipment at remote mountain sites.
- Agy Req: \$.9 M
Gov Rec: \$.4 M
STC Rec: \$.4 M
HTC Rec: \$.4 M
Con Rec: \$.4 M
Enacted: \$.4 M
15. **ADD SUPPORT STAFF** – This item adds positions and related equipment for support functions to keep up with the increased programs and troopers added the past few years. 1) Add one lieutenant to the Labor Relations Unit. This trooper is necessary so the responsibilities of labor negotiations and contract administration can be split into two positions. 2) Two civilian positions for internal auditors in the Inspection Section. 3) Creates two positions to establish a Risk Management Section. 4) This partial position will implement a comprehensive cost recovery/billing system for Budget and Fiscal Services. 5) Creates a civilian position as an Assistant Armorer. 6) Creates the Human Resources Productivity Program within the Personnel Section. 7) Provides funding for a rewrite of the Accidents Records mainframe system and the installation of a client/server system.
- Agy Req: \$ 1.4 M
Gov Rec: –0–
STC Rec: –0–
HTC Rec: –0–
Con Rec: \$.1 M
Enacted: \$.1 M; Provides for 1 FTE as a Human Resources assistant to specialize in the recruitment of women and minorities.
16. **SCALE, FUEL SYSTEM/SHOP EQUIPMENT** – This item funds technical equipment and repair parts necessary to maintain scale certification which will reduce processing time by one-half. It also provides funding for shop equipment, including pickup trucks and security alarm equipment for the vehicle and equipment storage yard. An additional 12 automated fuel dispensing recording instruments will be purchased to insure ecological safety and product accountability for underground storage tanks.
- Agy Req: \$.3 M
Gov Rec: \$.2 M
STC Rec: \$.3 M
HTC Rec: \$.3 M
Con Rec: \$.3 M
Enacted: \$.3 M
18. **INFORMATION SERVICES REDUCTIONS** – The elimination of internal Department of Information Services costs enables rates on various computer services to be reduced beginning July 1, 1993.
- Gov Rec: (\$ 18 K)
STC Rec: (\$ 18 K)
HTC Rec: (\$ 14 K)
Con Rec: (\$ 14 K)
Enacted: (\$ 14 K)
20. **RIGHTSIZING DISTRICT & HQ OPERATION** – Reduces 2 Academy Instructors due to reductions in staff and attrition.
- HTC Rec: (\$.2 M)
Con Rec: (\$.2 M)
Enacted: (\$.2 M)

Washington State Patrol Support Services Bureau

21. GF-S, MISC. ACCTS. TO TRANS. FUND – Throughout the 1993 Legislative Session a variety of proposals were considered to fund previous General Fund activities with other fund sources. In Support Services this amount was \$ 4.5 M. The final Transportation Budget enacted by the Legislature funded these activities with Motor Vehicle Fund and Transportation Fund dollars. The Transportation Fund activities include a portion of Budget and Fiscal Services, Computer Services, Personnel, and 100 percent of the Executive Protection Unit (EPU).
- Agy Req: \$ 3.4 M; GF
 - Gov Rec: \$ 3.4 M; GF
 - STC Rec: \$ 3.4 M; TF
 - HTC Rec: \$ 3.4 M; PSEA
 - Con Rec: \$ 3.4 M; PSEA
 - Sen Exs: \$ 3.4 M; PSEA
 - Hse Exs: \$ 3.4 M; TF
 - Enacted: \$ 3.4 M; TF
22. PSEA TO MVF – Throughout the 1993 Legislative Session a variety of proposals were considered to fund previous General Fund activities with other fund sources. In Support Services this amount was \$ 4.5 M. The final Transportation Budget enacted by the Legislature funded these activities with Motor Vehicle Fund and Transportation Fund dollars. The Motor Vehicle funded activities include a portion of Budget and Fiscal Services, Computer Services, Personnel, and 100 percent of the Revolving Accounts.
- Agy Req: \$ 1.1 M; GF
 - Gov Rec: \$ 1.1 M; GF
 - STC Rec: \$ 1.1 M; TF
 - HTC Rec: \$ 1.1 M; PSEA
 - Con Rec: \$ 1.1 M; PSEA
 - Sen Exs: \$ 1.1 M; PSEA
 - Hse Exs: \$ 1.1 M; MVF
 - Enacted: \$ 1.1 M; MVF

**Department of Licensing
Management & Support Services**
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	9,974	9,974	9,974
1993-95			
CURRENT AUTHORIZED LEVEL	10,044	10,044	10,044
ERL ITEMS			
1. POSTAGE RATE INCREASE	4	0	0
2. INTERNAL PROGRAM TRANSFERS	210	210	216
3. INCREASED AFRS USAGE	144	0	150
4. INTERAGENCY BILLINGS	60	14	62
5. INFLATION	59	53	0
6. COMPENSATION CHANGES	12	18	20
ESSENTIAL REQUIREMENTS LEVEL	10,533	10,339	10,492
POLICY ITEMS			
7. MANAGEMENT 10% REDUCTION	0	(88)	0
8. PROGRAM LEVEL ROUNDING ADJUSTMENT	0	7	0
9. PSEA FUND SHIFT	0	0	0
10. INFORMATION SERVICES REDUCTIONS	0	(36)	(36)
11. INTERAGENCY BILLINGS	0	24	2
12. FUND SHIFT: REPLACE PSEA W/ TF \$'S	0	0	0
TOTAL 1993-95 BIENNIUM	10,533	10,246	10,458

Comments:

1. POSTAGE RATE INCREASE – The Department of General Administration, working with the United States Postal Service (USPS) is forecasting a 28 percent increase in postal rates. The department uses the USPS to deliver everything from renewal notices for vehicle registration to driver warning notices. This funding is for costs over and above standard inflation rates.
 Agy Req: \$5 K
 Gov Rec: –0–
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–; the USPS is now forecasting no increase.
2. INTERNAL PROGRAM TRANSFERS – This item is a continuation of the effort to more closely align overhead costs with the actual programs. Changes are made to reallocate FTEs and funding to the correct program. In terms of dollars, all changes net to zero at the agency level. In this program a receptionist is transferred to Vehicle Services, and the Acquisition and Contracts Unit from Information Services is transferred to Management and Operations.
 Agy Req: \$.2 M
 Gov Rec: \$.2 M
 STC Rec: \$.2 M
 HTC Rec: \$.2 M
 Con Rec: \$.2 M
 Enacted: \$.2 M

3. INCREASED AFRS USAGE – This item provides funding for increased usage of the statewide AFRS system. The increased usage is a result of the 1987 legislative requirement for the department to implement a Cost Accounting System. The Cost Accounting System has increased transaction activity in several areas, which translates to increased AFRS and related data processing costs. In addition, a portion of the increase is due in part to AFRS services previously provided free of charge.
 Agy Req: \$.1 M
 Gov Rec: –0–
 STC Rec: \$.1 M
 HTC Rec: \$.1 M
 Con Rec: \$.1 M
 Enacted: \$.1 M
5. INFLATION – This item provides funding in a manner consistent with the budget instructions issued by OFM. Inflation is not applied to personal service contracts, equipment or grants. The agencies assumed inflation at 3.4 percent in FY94 and 3.5 percent (compounds to 7.0 percent) in FY95, OFM changed the rates to 3.1 percent and 3.1 percent (compounds to 6.3 percent).
 Agy Req: \$59 K
 Gov Rec: \$53 K
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–

Department of Licensing Management & Support Services

6. COMPENSATION CHANGES – This item provides funding for Department of Labor and Industries employer rate changes for Medical Aid and Industrial Insurance, which occurred during the 1991–93 biennium.
 - Agy Req: \$ 12 K
 - Gov Rec: \$ 18 K
 - STC Rec: \$ 20 K
 - HTC Rec: \$ 20 K
 - Con Rec: \$ 20 K
 - Enacted: \$ 20 K

10. INFORMATION SERVICES REDUCTIONS – Reduces rates on various computer services beginning July 1, 1993, as a result of the elimination of internal Department of Information Services costs.
 - Agy Req: N/A;
 - Gov Rec: (\$ 36 K)
 - STC Rec: (\$ 36 K)
 - HTC Rec: (\$ 36 K)
 - Con Rec: (\$ 36 K)
 - Enacted: (\$ 36 K)

12. FUND SHIFT: REPLACE PSEA W/ TF \$'S – Activities totaling \$ 414,000 previously funded with PSEA monies are funded with Transportation Fund monies.

**Department of Licensing
Information Systems
Total Appropriated Funds
(Dollars in Thousands)**

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991–93 ESTIMATED EXPENDITURES	16,180	16,180	16,180
1993–95			
CURRENT AUTHORIZED LEVEL	8,442	8,442	8,442
ERL ITEMS			
1. INTERNAL PROGRAM TRANSFERS	(1,226)	(1,226)	(1,226)
2. LTC BOW WAVE APPEAL	108	0	108
3. INTERAGENCY BILLINGS	144	132	144
4. INFLATION	61	57	0
5. COMPENSATION CHANGES	2	0	2
6. OVERHEAD ADJUSTMENT	0	0	(2,250)
ESSENTIAL REQUIREMENTS LEVEL	7,531	7,405	5,220
POLICY ITEMS			
7. MANAGEMENT 10% REDUCTION	0	(236)	0
8. LAMP COMPUTER PROJECT FUNDING	32,432	32,431	10,000
9. AGENCY LOCAL AREA NETWORK	558	316	316
10. PC PROGRAMMING TOOLS	167	167	0
11. IMAGING TECHNOLOGY SUPPORT	125	0	0
12. PSEA FUND SHIFT	0	0	0
13. INFORMATION SERVICES REDUCTIONS	0	(6)	(6)
14. INTERAGENCY BILLINGS	0	(6)	(12)
15. FUND SHIFT: REPLACE PSEA W/ TF \$'S	0	0	0
TOTAL 1993–95 BIENNIUM	40,813	40,071	15,518

Comments:

The Information Services Division shall develop performance measurements that detail the type, quantity and quality of work provided to the Vehicle Services, Driver Services and Management and Operation Divisions.

- INTERNAL PROGRAM TRANSFERS – This item is a continuation of the effort to more closely align overhead costs with the actual programs. Information Services costs are transferred to the programs where the objects of expenditure occur. Changes are made to reallocate FTEs and funding to the correct program. In terms of dollars, all changes net to zero at the agency level. In this program data processing costs are decentralized to the Vehicle and Driver programs.

Agy Req: \$(1.2 M)
Gov Rec: \$(1.2 M)
STC Rec: \$(1.2 M)
HTC Rec: \$(1.2 M)
Con Rec: \$(1.2 M)
Enacted: \$(1.2 M)

- LTC BOW WAVE APPEAL – The 1992 Legislature applied 2.5 percent reductions to the DOL 1991–93 appropriation. OFM has applied a negative bow wave to these reductions, carrying the one-time cuts forward into the 1993–95 budget. This item will restore funding to the level the department was at

following the legislature's reduction of the agency's appropriation.

Agy Req: \$.1 M
Gov Rec: –0–
STC Rec: \$.1 M
HTC Rec: \$.1 M
Con Rec: \$.1 M
Enacted: \$.1 M

- INFLATION – This item provides funding in a manner consistent with the budget instructions issued by OFM. Inflation is not applied to personal service contracts, equipment or grants. The agencies assumed inflation at 3.4 percent in FY94 and 3.5 percent (compounds to 7.0 percent) in FY95, OFM changed the inflation rates to 3.1 percent and 3.1 percent (compounds to 6.3 percent).

Agy Req: \$ 61 K
Gov Rec: \$ 57 K
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–

- COMPENSATION CHANGES – This item provides funding for Department of Labor and Industries employer rate changes

Department of Licensing Information Systems

for Medical Aid and Industrial Insurance, which occurred during the 1991–93 biennium.

Agy Req: \$ 2 K
Gov Rec: –0–
STC Rec: \$ 2 K
HTC Rec: \$ 2 K
Con Rec: \$ 2 K
Enacted: \$ 2 K

6. **OVERHEAD ADJUSTMENT** – The 1988 Legislature required the DOL to establish cost accounting to implement cost centers and overhead allocation models. In the 1989 and 1990 Legislative session the Legislature decreased transportation funding support by \$5.0 M and increased General Fund contributions by a like amount to align funding support with workloads. This item adjusts the overhead funding according to the 1993–95 Governor Gardner Recommended Budget.
- Agy Req: –0–
Gov Rec: –0–
STC Rec: (\$ 2.3 M)
HTC Rec: (\$ 2.3 M)
Con Rec: (\$ 2.3 M)
Enacted: (\$ 2.3 M) Increase Wildlife Account contribution \$.2 M to overhead costs. Decrease MVF (\$ 1.0 M), and HSF (\$1.4 M). Assumes that transportation d are overallocated per DOL model, does not appropriate GF–S or PSEA to balance DOL non–transportation programs. The reduced amount provides the appropriate amount of dollars to fund the overhead costs of the DOLs transportation activities. Transportation programs are not to be affected by this reduction.
8. **LAMP COMPUTER PROJECT FUNDING** – Licensing Application Migration Project (LAMP)–Phase 2: Detail Design, Development and Implementation. DOL is undertaking LAMP to modernize the information systems and technology platforms used to administer driver licensing, vehicle titling and registration laws. DOL's vision is to have an integrated and flexible driver and vehicle registration system placed on a mainstream information technology platform. This will enable DOL to respond to legislatively mandated changes cost–effectively, transform its business practices, offer new services and improve existing services.
- Agy Req: \$ 32.4 M
Gov Rec: \$ 32.4 M
STC Rec: \$ 10.0 M
HTC Rec: \$ 10.0 M
Con Rec: \$ 10.0 M
Enacted: \$ 10.0 M; provides 2/3 of FY 94 costs only; eliminates 1 FTE in LAMP Project Staff. The department shall develop a participation agreement for non–transportation funded DOL or other activities that will be placed on, or utilize the LAMP system after development. The participation agreements will recoup design, development and operating costs associated with LAMP design and development paid by transportation funding sources.
9. **AGENCY LOCAL AREA NETWORK** – Provides for the installation of fiber optic cabling for a local area network during the renovation of the Highway–Licenses Building. The network infrastructure will consist of a fiber optic backbone, communication systems, and a central Network Management System.
- Agy Req: \$.6 M
Gov Rec: \$.3 M
STC Rec: \$.3 M
HTC Rec: \$.3 M
Con Rec: \$.3 M; provides for fiber optic backbone.
Enacted: \$.3 M Participation agreements with non–transportation funded activities are required as a condition of expenditure in order to recoup transportation dollars expended.
10. **PC PROGRAMMING TOOLS** – Provides for upgrading of older PCs and advanced software design tools for Information Services staff.
- Agy Req: \$.2 M
Gov Rec: \$.2 M
STC Rec: \$ –0–
HTC Rec: \$ –0–
Con Rec: \$ –0–
Enacted: \$ –0–
11. **IMAGING TECHNOLOGY SUPPORT** – The operating divisions of the department have implemented or are planning to expand the use of imaging technology to increase productivity. To assure a coordinated expansion of imaging and technical implementation, it is proposed that a new imaging technology support function be established within the Information Services Division.
- Agy Req: \$.1 M
Gov Rec: –0–
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–; The department shall conduct a review of the business needs, and costs and benefits associated with imaging technology. The review shall be pre to the LTC and OFM by October 15, 1993.
13. **INFORMATION SERVICES REDUCTIONS** – Reduces rates on various computer services beginning July 1, 1993, as a result of the elimination of internal Department of Information Services costs.
- Gov Rec: (\$ 6 K)
STC Rec: (\$ 6 K)
HTC Rec: (\$ 6 K)
Con Rec: (\$ 6 K)
Enacted: (\$ 6 K)
15. **FUND SHIFT: REPLACE PSEA W/ TF \$'S** – Activities totaling \$247,000 previously funded with PSEA monies are funded with Transportation Fund monies.

**Department of Licensing
Vehicle Services
Total Appropriated Funds
(Dollars in Thousands)**

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991–93 ESTIMATED EXPENDITURES	47,406	47,406	47,406
1993 SUPPLEMENTAL	0	0	395
TOTAL 1991–93 BIENNIUM	47,406	47,406	47,801
1993–95			
CURRENT AUTHORIZED LEVEL	46,546	46,546	46,546
ERL ITEMS			
1. POSTAGE RATE INCREASE	842	0	0
2. INTERNAL PROGRAM TRANSFERS	547	547	547
3. LTC BOW WAVE APPEAL	454	0	454
4. HIGHWAYS–LICENSE BUILDING MOVE	267	267	267
5. RESTORE 91–93 LTC REDUCTION	462	0	462
6. TRAVEL RATE CHANGES	4	0	0
7. INCREASE INVENTORY OF PLATES & TABS	361	361	361
8. IMPLEMENT DIS DISASTER RECOVERY	1,030	0	0
9. IMPLEMENT NEW FUEL TAX SYS (VISTA)	231	231	231
10. DIS CHARGE FOR H/P SYS OPS	230	230	0
11. VEH FIELD SYS COST INCREASE	590	426	426
12. FUND SHIFT MVF TO DOLSA	0	0	0
13. INTERAGENCY BILLINGS	510	340	510
14. INFLATION	822	727	0
ESSENTIAL REQUIREMENTS LEVEL	52,896	49,675	49,804
POLICY ITEMS			
15. MANAGEMENT 10% REDUCTION	0	(400)	0
16. PROFESSIONS: SYSTEM REPLACEMENT	210	211	0
17. RENTAL CAR TAXATION CARRY FORWARD	1,231	1,231	600
18. ALTERNATIVE PAYMENT METHODS STUDY	100	100	100
19. STAGGERED IRP LICENSING DATES	80	80	0
20. IMAGING TECHNO FEASIBILITY STUDY	170	0	0
21. INFORMATION SERVICES REDUCTIONS	0	(2)	(2)
22. TRAVEL MANAGEMENT SAVINGS	0	(16)	(16)
23. INTERAGENCY BILLINGS	0	(40)	(88)
24. RE–ENGINEERING AND REALIGNMENT	0	0	(300)
25. COUNTY AUDITOR REIMBURSEMENT	0	0	200
TOTAL 1993–95 BIENNIUM	54,687	50,839	50,298

Comments:

1. POSTAGE RATE INCREASE – The Department of General Administration, working with the United States Postal Service (USPS) is forecasting a 28 percent increase in postal rates. The department uses the USPS to deliver everything from renewal notices for vehicle registration to driver warning notices. This funding is for costs over and above standard inflation rates.
Agy Req: \$.8 M

Gov Rec: –0–
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–; the USPS is now forecasting no rate increase.

Department of Licensing Vehicle Services

2. **INTERNAL PROGRAM TRANSFERS** – This item is a continuation of the effort to more closely align overhead costs with the actual programs. Changes are made to reallocate FTEs and funding to the correct program. In terms of dollars, all changes net to zero at the agency level. In this program a receptionist from Management and Operations is transferred to Vehicle Services, and costs associated with Vehicle Services data processing costs are transferred from Information Services. Associated reductions can be found in Information Services.
 - Agy Req: \$.5 M
 - Gov Rec: \$.5 M
 - STC Rec: \$.5 M
 - HTC Rec: \$.5 M
 - Con Rec: \$.5 M
 - Enacted: \$.5 M
3. **LTC BOW WAVE APPEAL** – The 1992 Legislature applied 2.5 percent reductions to the DOL 1991–93 appropriation. OFM has applied a negative bow wave to these reductions, carrying the one–time cuts forward into the 1993–95 budget. This item will restore funding to the level the department was at following the legislature's reduction of the agency's appropriation.
 - Agy Req: \$.5 M
 - Gov Rec: –0–
 - STC Rec: \$.5 M
 - HTC Rec: \$.5 M
 - Con Rec: \$.5 M
 - Enacted: \$.5 M
4. **HIGHWAYS–LICENSE BUILDING MOVE** – This funds the move of the Prorate and Fuel Tax section made necessary by the renovation of the Highways–Licenses Building.
 - Agy Req: \$.3 M
 - Gov Rec: \$.3 M
 - STC Rec: \$.3 M
 - HTC Rec: \$.3 M
 - Con Rec: \$.3 M
 - Enacted: \$.3 M
5. **RESTORE 91–93 LTC REDUCTION** – In the 1992 supplemental budget the legislature instituted 2.5 percent reductions. As part of the transportation budget reductions, DOL delayed the acquisition of equipment. This item funds an office equipment replacement program undertaken last biennium.
 - Agy Req: \$.5 M
 - Gov Rec: –0–
 - STC Rec: \$.5 M
 - HTC Rec: \$.5 M
 - Con Rec: \$.5 M
 - Enacted: \$.5 M
6. **TRAVEL RATE CHANGES** – This item funds the increased reimbursement rates for auto mileage and per diem.
 - Agy Req: \$ 4 K
 - Gov Rec: –0–
 - STC Rec: –0–
 - HTC Rec: –0–
 - Con Rec: –0–
 - Enacted: –0–
7. **INCREASE INVENTORY OF PLATES & TABS** – Provides for an increase in the inventory of plates, tabs, decals and other items commensurate with the increase in the number of vehicles.
 - Agy Req: \$.4 M
 - Gov Rec: \$.4 M
 - STC Rec: \$.4 M
 - HTC Rec: \$.4 M
 - Con Rec: \$.4 M
 - Enacted: \$.4 M
8. **IMPLEMENT DISASTER RECOVERY** – The Vehicle Field System (CAAP) is fully implemented, utilizing the X.25 communications link to connect the PC's statewide in agents and subagents offices with the Department of Information Services facility in Olympia. To be in compliance with the Information Services Board (ISB) policy, disaster recovery plans and processes must be implemented.
 - Agy Req: \$ 1.0 M
 - Gov Rec: –0–
 - STC Rec: –0–
 - HTC Rec: –0–
 - Con Rec: –0–
 - Enacted: –0–
9. **IMPLEMENT NEW FUEL TAX SYS (VISTA)** – This item funds the on–going operation of the revamped Fuel Tax System begun last biennium. The system is responsible for processing fuel tax returns involving the collection of \$600,000,000 in gross revenues for the state per fiscal year. All automated processing is scheduled to be on the new VISTA system by July 1, 1993. The VISTA system is operated by the Lockheed Corporation.
 - Agy Req: \$.2 M
 - Gov Rec: \$.2 M
 - STC Rec: \$.2 M
 - HTC Rec: \$.2 M
 - Con Rec: \$.2 M
 - Enacted: \$.2 M
10. **DIS CHARGE FOR H/P SYS OPS** – Provides funding for the increase in DIS charges for operating the Vehicle Services Hewlett/Packard processors and peripherals.
 - Agy Req: \$.2 M
 - Gov Rec: \$.2 M
 - STC Rec: –0–
 - HTC Rec: –0–
 - Con Rec: –0–
 - Enacted: –0–
11. **VEH FIELD SYS COST INCREASE** – The Vehicle Field System (CAAP) is the computer system by which licensing agents and subagents process vehicle titling and registration activities. This statewide system is tied together by the X.25 data communications network which was sold to DIS during the 1991–93 biennium. The money received from the sale of the network was used to pay for increased costs during the 1991–93 biennium. However, now that the sale is completed, additional funding is required to continue on–going operation.
 - Agy Req: \$.6 M
 - Gov Rec: \$.4 M; DOL REQ reduced assuming existing maintenance contracts would be re–negotiated to lower costs.
 - STC Rec: \$.4 M
 - HTC Rec: \$.4 M
 - Con Rec: \$.4 M
 - Enacted: \$.4 M

Department of Licensing Vehicle Services

12. FUND SHIFT MVF TO DOLSA – The 1992 Legislature enacted a fifty cents fee on every motor vehicle transaction. The fee is deposited in the newly created Department of Licensing Services Account (DOLSA). Expenditures from the DOLSA are limited to information and service delivery systems for the department, and for reimbursement of county licensing activities.
- Gov Rec: –0–; (\$2.5 M) MVF; \$2.5 M DOLSA; The Governor Budget shifted \$2.5 million in costs from MVF to DOLSA.
STC Rec: –0–; GOV REC Fund shift is deleted
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
14. INFLATION – This item provides funding in a manner consistent with the budget instructions issued by OFM. Inflation is not applied to personal service contracts, equipment or grants. The agencies assumed inflation at 3.4 percent in FY94 and 3.5 percent (compounds to 7.0 percent) in FY95, OFM changed the rates to 3.1 percent and 3.1 percent (compounds to 6.3 percent).
- Agy Req: \$.8 M
Gov Rec: \$.7 M
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
16. PROFESSIONS: SYSTEM REPLACEMENT – Provides funding for a replacement system for professional licensing services. The system will support the agency's client-centered approach which will permit relating all of an individual's licenses across all areas of service delivery. This item represents the portion related to the Dealer Division.
- Agy Req: \$.2 M
Gov Rec: –0–
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
17. RENTAL CAR TAXATION CARRY FORWARD – Registration of fleet rental cars was significantly modified by the 1992 Legislature, resulting in a new registration process to facilitate business practices within the rental care industry. The 1992 legislation was not funded by the legislature. Carries forward the funding and workload levels identified in the supplemental budget request to the 1993–95 Biennium to fund the 1991–93 legislation.
- Agy Req: \$1.2 M
Gov Rec: \$1.2 M
STC Rec: \$.6 M
HTC Rec: \$.6 M
Con Rec: \$.6 M
Enacted: \$.6 M
18. ALTERNATIVE PAYMENT METHODS STUDY – Provides funds to examine Department of Licensing system changes that would allow payment for licensing and titling activities through credit or debit cards. Funds are to be expended only as part of a statewide review of alternative payment methods. In addition, \$50,000 will be provided to fund a Department of Information Services Washington Information Network Pilot Project.
- Agy Req: \$.1 M
Gov Rec: \$.1 M
STC Rec: \$.1 M
HTC Rec: \$.1 M
Con Rec: \$.1 M
Enacted: \$.1 M
19. STAGGERED IRP LICENSING DATES – Funds the staggering of vehicle registration renewal dates for trucking companies to even workloads, improve law enforcement (the peak workload results in a nonenforcement grace period) and provide greater convenience for the industry. Legislation is required to implement this change.
- Agy Req: \$80 K
Gov Rec: \$80 K
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–; (DOL Fiscal Note of HB 1379/SB 5410, implementing legislation, and agency testimony indicates no fiscal impact; staggered licensing is being st only)
20. IMAGING TECHNO FEASIBILITY STUDY – The Vehicle Services Imaging Technology Feasibility Study will address imaging technology implementation throughout Vehicle Services. Imaging technology already implemented by the Driver Services Division has proven to be a more efficient method of handling the large amounts of paper filing and retrieving required in most business operations.
- Agy Req: \$.2 M
Gov Rec: –0–
STC Rec: –0–
HTC Rec: –0–; See study required of Information Services during FY 94.
Con Rec: –0–
Enacted: –0–
21. INFORMATION SERVICES REDUCTIONS – Reduces rates on various computer services beginning July 1, 1993, as a result of the elimination of internal Department of Information Services costs.
- Gov Rec: (\$2 K)
STC Rec: (\$2 K)
HTC Rec: (\$2 K)
Con Rec: (\$2 K)
Enacted: (\$2 K)
24. RE-ENGINEERING AND REALIGNMENT – Through the on-going application of the Total Quality Management (TQM) process re-engineering and corresponding realignment, the Vehicle Services Division will reduce expenditures by \$300,000 and 4 FTEs.
- STC Rec: (\$.3 M)
HTC Rec: (\$.3 M)
Con Rec: (\$.3 M)
Enacted: (\$.3 M); 4 FTEs

Department of Licensing
Driver Services
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	55,268	55,268	55,268
1993 SUPPLEMENTAL	0	0	149
TOTAL 1991-93 BIENNIUM	55,268	55,268	55,417
1993-95			
CURRENT AUTHORIZED LEVEL	51,310	51,310	51,310
ERL ITEMS			
1. POSTAGE RATE INCREASE	142	0	0
2. INTERNAL PROGRAM TRANSFERS	468	468	474
3. LTC BOW WAVE APPEAL	866	556	733
4. TRAVEL RATE CHANGES	2	0	0
5. REPLACE FED FUNDS FOR CDL	58	60	0
6. IMPLEMENT NAT DRV REGISTER	300	208	208
7. WANG MAINTENANCE CONTRACT FUNDING	201	202	201
8. LEASE INCREASE	875	369	369
9. NDR RATE INCREASE	42	42	42
10. INCREASE DRIVER LIC PHOTO CHARGES	70	70	70
11. INTERAGENCY BILLINGS	752	494	752
12. INFLATION	409	363	0
ESSENTIAL REQUIREMENTS LEVEL	55,495	54,142	54,159
POLICY ITEMS			
13. MANAGEMENT 10% REDUCTION	0	(54)	0
14. DIGITIZED DRIVER LICENSE PHOTOS	432	0	0
15. IMAGING SYSTEM EXPANSION	250	176	0
16. LEASE AND PHOTO CHARGE INCREASE	556	205	205
17. POLAROID SALES TAX RECAPTURE	137	137	137
18. DLE REORGANIZATION/RECLASSIFICATION	3,617	3,351	3,351
19. MOTORCYCLE SAFETY ADJUST SPENDING	(126)	(126)	400
20. PUBLIC SAFETY EDUCATION ADJUSTMENT	0	0	0
21. PSEA FUND SHIFT	0	0	0
22. INFORMATION SERVICES REDUCTIONS	0	(2)	(2)
23. TRAVEL MANAGEMENT SAVINGS	0	(18)	(18)
24. INTERAGENCY BILLINGS	0	(66)	(232)
25. FUND SHIFT: REPLACE PSEA W/ TF \$'S	0	0	0
26. RE-ENGINEERING AND REALIGNMENT	0	0	(200)
27. ELIMINATE LAW & JUSTICE PROGRAM	0	0	(175)
TOTAL 1993-95 BIENNIUM	60,361	57,745	57,625

Department of Licensing Driver Services

Comments:

1. **POSTAGE RATE INCREASE** – The Department of General Administration, working with the United States Postal Service (USPS) is forecasting a 28 percent increase in postal rates. The Driver Services Division uses the USPS to deliver driver license related notices. This funding is for costs over and above standard inflation rates.
 - Agy Req: \$.1 M
 - Gov Rec: –0–
 - STC Rec: –0–
 - HTC Rec: –0–
 - Con Rec: –0–
 - Enacted: –0–
2. **INTERNAL PROGRAM TRANSFERS** – This item is a continuation of the effort to more closely align overhead costs with the actual programs. Changes are made to reallocate FTEs and funding to the correct program. In terms of dollars, all changes net to zero at the agency level. Data processing costs associated with the Driver Services Division are transferred from the Information Services Division.
 - Agy Req: \$.5 M
 - Gov Rec: \$.5 M
 - STC Rec: \$.5 M
 - HTC Rec: \$.5 M
 - Con Rec: \$.5 M
 - Enacted: \$.5 M
3. **LTC BOW WAVE APPEAL** – Restores reductions due to the bow-wave of 1991–93 cuts in the 1992 Transportation Supplemental Budget. Assumes no bow-wave for the reduction of 5 customer service representatives, and the driver licensing exam testing equipment one-time purchase. Assumes funding for the continuation of the driver awareness program.
 - Agy Req: \$.9 M
 - Gov Rec: \$.6 M
 - STC Rec: \$.6 M
 - HTC Rec: \$.7 M
 - Con Rec: \$.7 M
 - Enacted: \$.7 M
4. **TRAVEL RATE CHANGES** – This item funds the increased reimbursement rates for auto mileage and per diem.
 - Agy Req: \$ 2 K
 - Gov Rec: –0–
 - STC Rec: –0–
 - HTC Rec: –0–
 - Con Rec: –0–
 - Enacted: –0–
5. **REPLACE FED FUNDS FOR CDL** – Replaces federal funds that end on June 30, 1993 for the implementation of the Federal Commercial Motor Vehicle Safety Act requirements for licensing commercial drivers. The federal funds were used to fund one position that coordinated the state implementation effort.
 - Agy Req: \$ 58 K
 - Gov Rec: \$ 60 K
 - STC Rec: –0–
 - HTC Rec: –0–
 - Con Rec: –0–
 - Enacted: –0–
6. **IMPLEMENT NAT DRV REGISTER** – By federal mandate, the Department is required to participate in a national driver registry program. The National Driver Registry has increased workload associated with a full biennium implementation of the program.
 - Agy Req: \$.3 M
 - Gov Rec: \$.2 M
 - STC Rec: \$.2 M
 - HTC Rec: \$.2 M
 - Con Rec: \$.2 M
 - Enacted: \$.2 M
7. **WANG MAINTENANCE CONTRACT FUNDING** – This item funds the above inflation cost increase of the maintenance contract for Driver Services imaging systems.
 - Agy Req: \$.2 M
 - Gov Rec: \$.2 M
 - STC Rec: \$.2 M
 - HTC Rec: \$.2 M
 - Con Rec: \$.2 M
 - Enacted: \$.2 M
8. **LEASE INCREASE** – The Division operates 62 Driver License Exam (DLE's) Offices statewide. All 62 are leased facilities. Facilities are located and leases negotiated by the Department of General Administration. The cost of leasing facilities has risen sharply over the last three years. The increase in lease costs are resulting from the high increase in property values during the past five years and the shortage of available commercial lease space. The leases that have expired in the past 18 months are increasing due to these factors. Leases are signed for a five year period. This item provides funding based on statewide average lease increases as determined by OFM.
 - Agy Req: \$.9 M
 - Gov Rec: \$.4 M
 - STC Rec: \$.4 M
 - HTC Rec: \$.4 M
 - Con Rec: \$.4 M
 - Enacted: \$.4 M
9. **NDR RATE INCREASE** – Provides resources to cover the cost increase of five cents per check by the National Driver Register for non-commercial driver licenses.
 - Agy Req: \$ 42 K
 - Gov Rec: \$ 42 K
 - STC Rec: \$ 42 K
 - HTC Rec: \$ 42 K
 - Con Rec: \$ 42 K
 - Enacted: \$ 42 K
10. **INCREASE DRIVER LIC PHOTO CHARGES** – Funds the increase in Polaroid's charges for photo driver licenses and identification cards in excess of standard inflation.
 - Agy Req: \$ 70 K
 - Gov Rec: \$ 70 K
 - STC Rec: \$ 70 K
 - HTC Rec: \$ 70 K
 - Con Rec: \$ 70 K
 - Enacted: \$ 70 K
12. **INFLATION** – This item provides funding in a manner consistent with the budget instructions issued by OFM. Inflation is not applied to personal service contracts, equipment or grants. The agencies assumed inflation at 3.4 percent in FY94 and 3.5 percent (compounds to 7.0 percent) in FY95,

Department of Licensing Driver Services

- OFM changed the rates to 3.1 percent and 3.1 percent (compounds to 6.3 percent).
 Agy Req: \$.4 M
 Gov Rec: \$.4 M
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
14. **DIGITIZED DRIVER LICENSE PHOTOS** – The DOL is required to issue photo driver licenses and identification cards to Washington residents and to maintain a film file of those photos. The equipment, supplies and services related to producing the photo documents and maintaining the film file are provided through a contract with a private vendor. The current contract was awarded on 1/1/89 under a competitive bid process and will expire December 31, 1993. Since award of the contract, a digitized process to create and store photo licenses and identification cards has been developed. This digitized platform for photo licenses presents a solution to many of the current problems associated with the issuance of driver licenses and identification cards. Problems related to customer service, fraudulent identification documents, security, and disaster recovery of photo film files can be eliminated or drastically improved. The digital platform will provide a backup capability for the over 10 million photo negative files DOL currently maintains.
 Agy Req: \$.4 M
 Gov Rec: –0–
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–; DOL shall report to LTC by Dec. 15, 1993 on business need, costs and benefits associated with digitized drivers license. An impact statement s address the impact on the LAMP project, and any impact on the WSP Mobile Computer Network (MCN) project.
15. **IMAGING SYSTEM EXPANSION** – Funds the debt service for acquiring an improved "jukebox" that will store three times as many documents on the same size platters. The lease agreement with the increased amount requested for the 1993–95 biennium has already been entered into by DOL. The current WANG imaging system is nearing capacity.
 Agy Req: \$.3 M
 Gov Rec: \$.2 M; (DOL REQ v. GOV REC savings result of buying vs. leasing imaging equipment)
 STC Rec: \$ –0–
 HTC Rec: \$ –0–
 Con Rec: \$ –0–
 Enacted: \$ –0–
16. **LEASE AND PHOTO CHARGE INCREASE** – Provides funding for the projected increase in the number of photo driver licenses and identification cards. Also funds lease charges in excess of standard inflation.
 Agy Req: \$.6 M
 Gov Rec: \$.2 M
 STC Rec: \$.2 M
 HTC Rec: \$.2 M
 Con Rec: \$.2 M
 Enacted: \$.2 M
17. **POLAROID SALES TAX RECAPTURE** – Funds the sales tax charges that were not part of the Department's base expenditures as a result of the Polaroid Company neglecting to charge sales tax as part of their routine billing.
 Agy Req: \$.1 M
 Gov Rec: \$.1 M
 STC Rec: \$.1 M
 HTC Rec: \$.1 M
 Con Rec: \$.1 M
 Enacted: \$.1 M
18. **DLE REORGANIZATION/RECLASSIFICATION** – Implements a reorganization of driver licensing field offices and reclassification of Driver License Examiners (DLEs) effective July 1, 1993. It will also help implement the Washington State Commission for Efficiency and Accountability in Government recommendations for reorganization and service delivery improvements. It represents a major commitment by the Department to become a "single point of access" for Washington citizens' licensing needs. The reclassification reflects the more varied work that the DLEs will be called upon to perform in offering a wider variety of licenses in nontraditional settings, such as shopping malls and multi-agency service centers. The efficiencies gained from the reorganization will permit the reduction of 5 FTEs while providing greater convenience and better service to Washington citizens.
 Agy Req: \$ 3.6 M
 Gov Rec: \$ 3.4 M
 STC Rec: \$ 3.4 M
 HTC Rec: \$ 3.4 M
 Con Rec: \$ 3.4 M
 Enacted: \$ 3.4 M; (Funding for reclassification/reorganization is contingent upon DOL producing a schedule which will reflect when the reclassified positions be utilized in consolidated licensing centers.)
19. **MOTORCYCLE SAFETY ADJUST SPENDING** – Reduces funding to the motorcycle safety program so that the fund balance remains positive.
 Agy Req: (\$.1 M)
 Gov Rec: (\$.1 M)
 STC Rec: \$.4 M
 HTC Rec: \$.4 M
 Con Rec: \$.4 M
 Enacted: \$.4 M; SB 5101 provides additional revenue for the Motorcycle Safety Program.
20. **PUBLIC SAFETY EDUCATION ADJUSTMENT** – This item reduces the amount of money received from the PSEA by \$19,000 to maintain a positive balance in fund.
 Agy Req: (\$ 19 K)
 Gov Rec: (\$ 19 K)
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
22. **INFORMATION SERVICES REDUCTIONS** – Reduces rates on various computer services beginning July 1, 1993, as a result of the elimination of internal Department of Information Services costs.
 Gov Rec: (\$ 2 K)
 STC Rec: (\$ 2 K)

Department of Licensing Driver Services

HTC Rec: (\$ 2 K)
Con Rec: (\$ 2 K)
Enacted: (\$ 2 K)

25. FUND SHIFT: REPLACE PSEA W/ TF \$'S – Activities totaling \$4.4 million dollars previously funded with PSEA monies are funded with Transportation Fund monies.
26. RE-ENGINEERING AND REALIGNMENT – Through the on-going application of the Total Quality Management (TQM) process re-engineering and corresponding realignment, Driver Services Division will reduce expenditures \$200,000 and 2 FTEs.
STC Rec: (\$.2 M)
HTC Rec: (\$.2 M)
Con Rec: (\$.2 M)
Enacted: (\$.2 M)
27. ELIMINATE LAW & JUSTICE PROGRAM – The Law and Justice program provides for coordination of DOL activities with law enforcement, the judiciary, local officials, and other state agencies. This is a duplication of the Traffic Safety Commission's (TSC) function. This program was initiated with a federal grant from the TSC.
STC Rec: (\$.2 M)
HTC Rec: (\$.2 M)
Con Rec: (\$.2 M)
Enacted: (\$.2 M)

Legislative Transportation Committee
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	3,926	3,926	3,926
1993-95			
CURRENT AUTHORIZED LEVEL	2,520	2,520	2,520
ERL ITEMS			
1. MERIT INCREMENTS	109	110	110
2. INFLATION	14	14	14
ESSENTIAL REQUIREMENTS LEVEL	2,643	2,644	2,644
TOTAL 1993-95 BIENNIUM	2,643	2,644	2,644

Comments:

The Legislative Transportation Committee provides staff support to the House and Senate Transportation Committees, pays committee-related expenses of committee members, manages and performs transportation studies, and monitors the activities of agencies funded in the transportation budget.

Legislative Evaluation & Accountability Program
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	390	390	390
1993-95			
CURRENT AUTHORIZED LEVEL	390	390	390
ERL ITEMS			
1. IMPLEMENT NEW BUDGET SYSTEM	132	132	132
2. BUDGET SYSTEM SAVINGS	(111)	(112)	(112)
ESSENTIAL REQUIREMENTS LEVEL	411	410	410
TOTAL 1993-95 BIENNIUM	411	410	410

Comments:

The Legislative Evaluation and Accountability Program (LEAP) develops and supports the computer-based budgeting system used by the Legislature. A share of LEAP costs are paid from the Motor Vehicle Fund to reflect LEAP's support of transportation budget development.

Agy Req: \$411,000
Gov Rec: \$410,000
STC Rec: \$410,000
Sen Flr: \$410,000
HTC Rec: \$410,000
Hse Flr: \$410,000
Enacted: \$410,000

Marine Employees' Commission
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	343	343	343
1993-95			
CURRENT AUTHORIZED LEVEL	350	351	350
ERL ITEMS			
1. INTERAGENCY BILLINGS	2	18	18
2. INFLATION	5	4	5
ESSENTIAL REQUIREMENTS LEVEL	357	373	373
POLICY ITEMS			
3. PAY INCREASES FOR EXEMPT EMPLOYEES	9	0	0
TOTAL 1993-95 BIENNIUM	366	373	373

Comments:

The Marine Employees Commission is responsible for adjudicating complaints, grievances, and disputes between labor and management arising out of the operation of the Washington State Ferry System. The Commission includes three members representing management, labor, and the public. Funding is provided from the Puget Sound Ferry Operations Account.

1. INTERAGENCY BILLINGS - Provides increase for Attorney General charges.
 - Agy Req: -0-
 - Gov Rec: \$18,000
 - STC Rec: \$18,000
 - Sen Flr: \$18,000
 - HTC Rec: \$18,000
 - Hse Flr: \$18,000
 - Enacted: \$18,000

3. PAY INCREASES FOR EXEMPT EMPLOYEES - Provides for annual pay increases for exempt employees.
 - Agy Req: \$9,000
 - Gov Rec: -0-
 - STC Rec: -0-
 - Sen Flr: -0-
 - HTC Rec: -0-
 - Hse Flr: -0-
 - Enacted: -0-

Transportation Commission
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	1,552	1,552	1,552
1993-95			
CURRENT AUTHORIZED LEVEL	1,582	1,583	1,582
ERL ITEMS			
1. INTERAGENCY BILLINGS	0	2	2
2. INFLATION	59	54	55
ESSENTIAL REQUIREMENTS LEVEL	1,641	1,639	1,639
POLICY ITEMS			
3. TRAVEL MANAGEMENT SAVINGS	0	(4)	(4)
4. INTERAGENCY BILLINGS	0	2	2
TOTAL 1993-95 BIENNIUM	1,641	1,637	1,637

Comments:

The Transportation Commission sets policy and authorizes the budget of the Department of Transportation, appoints the Secretary of Transportation, and adopts the State Transportation Policy Plan. The Commission consists of seven members appointed by the Governor.

- 3. TRAVEL MANAGEMENT SAVINGS – Anticipated savings that will result from new contracts with travel agencies that will reduce agency expenditures on travel and accommodations booked through these travel contracts.
- 4. INTERAGENCY BILLINGS – Agency budgets are increased or decreased to reflect changes to the estimated billings they will receive from internal service agencies.

Air Transportation Commission
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	920	920	920
1993-95			
CURRENT AUTHORIZED LEVEL	928	930	928
ERL ITEMS			
1. INTERAGENCY BILLINGS	4	2	2
2. INFLATION	19	18	20
ESSENTIAL REQUIREMENTS LEVEL	951	950	950
POLICY ITEMS			
3. STATEWIDE PUBLIC INVOLVEMENT	210	210	105
4. ADDITIONAL TECHNICAL SUPPORT	175	0	0
5. TRAVEL MANAGEMENT SAVINGS	0	(4)	0
6. INTERAGENCY BILLINGS	0	2	0
7. REDUCE ERL APPROPRIATION	0	0	(521)
TOTAL 1993-95 BIENNIUM	1,336	1,158	534

Comments:

The Air Transportation Commission conducts studies to determine Washington's long-range air transportation policy, including assessments of intermodal needs and the impacts of increasing air traffic on surrounding communities. The Commission consists of 27 members, 22 voting and 5 nonvoting.

Note: Language is provided in the Senate, House, and Enacted versions that requires the Air Transportation Commission to submit its final report by December 1, 1993 (originally December 1, 1994), and to sunset as of April 1, 1994 (originally July 1, 1995). The Senate version reduces FTEs from 4 to 1 on January 1, 1994; the House and Enacted versions reduce FTEs from 4 to 2 on January 1, 1994. (See Item 7 for associated budget reduction.)

Agy Req: -0- ERL = \$948,000
Gov Rec: -0- ERL = \$950,000
STC Rec: (\$521,000) ERL = \$429,000; FTEs reduced from 4 to 1 on 1/1/94, final report due 12/1/93, sunset as of 4/1/94
Sen Flr: (\$521,000) ERL = \$429,000; FTEs reduced from 4 to 1 on 1/1/94; same report and sunset dates as STC Rec
HTC Rec: (\$491,000) ERL = \$459,000; FTEs reduced from 4 to 2 on 1/1/94; same report and sunset dates as STC Rec
Hse Flr: (\$491,000) ERL = \$459,000; FTEs reduced from 4 to 2 on 1/1/94; same report and sunset dates as STC Rec
Enacted: (\$521,000) ERL = \$429,000; FTEs reduced from 4 to 2 on 1/1/94; same report and sunset dates as STC Rec

- 3. STATEWIDE PUBLIC INVOLVEMENT - Provides funding for consulting services and related costs to solicit public input on air transportation issues through the use of focus groups and other means. The Air Transportation Commission will use the information and opinions gathered from the public in developing its recommendations and final report to the legislature due in December, 1993.

Agy Req: \$210,000
Gov Rec: \$210,000
STC Rec: \$105,000
Sen Flr: \$105,000
HTC Rec: \$110,000
Hse Flr: \$110,000
Enacted: \$105,000

- 7. REDUCE ERL APPROPRIATION - The Senate, House, and Enacted versions reduce the ERL appropriation for FY 94 and eliminate the ERL appropriation for FY 95. The Air Transportation Commission is directed to submit its final report by December 1, 1993; reduce FTEs as of January 1, 1994; and sunset as of April 1, 1994. (See note above.)

Department of Agriculture
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	410	410	410
1993-95			
CURRENT AUTHORIZED LEVEL	410	410	410
ERL ITEMS			
1. NATURAL RESOURCES BUILDING	2	2	2
2. ELIMINATE PERSONAL SRVC CONTRACT	(2)	(4)	(2)
3. INTERAGENCY BILLINGS	4	4	4
4. INFLATION	12	12	0
5. COMPENSATION CHANGES	0	2	4
ESSENTIAL REQUIREMENTS LEVEL	426	426	418
TOTAL 1993-95 BIENNIUM	426	426	418

Comments:

MOTOR VEHICLE FUEL QUALITY TESTING PROGRAM This program tests the quality of motor vehicle fuel sold in Washington. Motor vehicle fuel is tested for compliance with nationally recognized standards, and for the accuracy of contents that are advertised, such as octane, lead and alcohol levels.

Gov Rec: \$ 12 K
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

Agy Req: \$.4 M
Gov Rec: \$.4 M
STC Rec: \$.4 M
HTC Rec: \$.4 M
Con Rec: \$.4 M
Enacted: \$.4 M

1. NATURAL RESOURCES BUILDING - The requested funding is the net difference from the department's existing rental budget and the debt retirement obligations of the Natural Resources.

Agy Req: \$ 2 K
Gov Rec: \$ 2 K
STC Rec: \$ 2 K
HTC Rec: \$ 2 K
Con Rec: \$ 2 K
Enacted: \$ 2 K

2. ELIMINATE PERSONAL SRVC CONTRACT - Funding for a one-time personal services contract is eliminated.

Agy Req: (\$2 K)
Gov Rec: (\$4 K)
STC Rec: (\$2 K)
HTC Rec: (\$2 K)
Con Rec: (\$2 K)
Enacted: (\$2 K)

4. INFLATION - This item provides funding in a manner consistent with the budget instructions issued by OFM. Inflation is not applied to personal service contracts, equipment or grants. The agencies assumed 3.7 percent in FY94 and 7.0 percent in FY95, OFM changed the rates to 3.4 percent and 3.5 percent.

Agy Req: \$ 12 K

Department of Transportation
Non-Interstate Preservation
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	251,738	251,738	251,738
1993-95			
CURRENT AUTHORIZED LEVEL	0	0	0
ERL ITEMS			
1. UPDATE AND UPGRADE GUIDE SIGNS	1,000	1,000	0
2. CORRIDOR SAFETY IMPROVEMENTS	0	3,350	0
3. HANDICAPPED ACCESS TO REST AREAS	0	2,000	0
4. APPROVED PROGRAM STRUCTURE CHANGE	(2,068)	(2,002)	(5,735)
5. ADD 1993-95 CONSTRUCTION PROJECTS	247,800	247,800	247,800
6. STORM WATER	800	0	650
7. FISH PASSAGE BARRIER REMOVAL	500	0	500
8. REVISED INFLATION FORECAST	0	0	(7,500)
ESSENTIAL REQUIREMENTS LEVEL	248,032	252,148	235,715
POLICY ITEMS			
9. UPDATE AND UPGRADE GUIDE SIGNS	1,000	1,000	0
10. SCENIC HIGHWAYS PROGRAM	2,394	2,394	5,710
11. CORRIDOR SAFETY IMPROVEMENTS	3,350	0	0
12. HIGHWAY PRESERVATION	48,700	48,700	33,400
13. NOISE ABATEMENT PROGRAM	1,200	1,200	0
14. WETLAND BANKING	0	2,050	0
15. MANAGEMENT FTE REDUCTION	0	(3,082)	0
16. MANAGEMENT FTE REDUCTION SAVINGS	0	4,016	0
17. PERMITTING STAFF	0	0	240
18. ADDITIONAL STAFF FOR MISC. DUTIES	369	230	0
19. WETLANDS BANKING	2,050	0	0
20. STORM WATER	1,900	2,700	0
21. RENTAL PAYMENTS CAPITAL FACILITIES	818	732	0
22. FISH PASSAGE BARRIER REMOVAL	826	1,326	826
23. TRAVEL MANAGEMENT SAVINGS	0	(54)	(54)
TOTAL 1993-95 BIENNIUM	310,639	313,360	275,837

Comments:

1. UPDATE AND UPGRADE GUIDE SIGNS – Old and outdated highway guide signs will be replaced to bring Washington in compliance with federal regulations and give a higher level of reflectivity to accommodate the needs of the older driver. (also see program B for companion request)
Agy Req: \$2.0 M
Gov Rec: \$2.0 M
Sen Flr: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

2. CORRIDOR SAFETY IMPROVEMENTS – The Intermodal Surface Transportation Efficiency Act (ISTEA) requires the development of a state Safety Management

System. This information and data system will identify and prioritize hazardous locations; target funding of needed improvements and maintenance; and identify safety needs of special user groups. This recommendation provides the 20 percent state match requirement for the program and includes the federal funding.
Agy Req: \$3.3 M
Gov Rec: \$3.3 M
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

3. HANDICAPPED ACCESS TO REST AREAS – Agency withdrew request.

Department of Transportation Non-Interstate Preservation

4. **APPROVED PROGRAM STRUCTURE CHANGE** – Three program structure changes were approved by the Office of Financial Management for the 1993–95 Biennium. 1) A new subprogram was created to handle all the functions related to information technology and telecommunications. 2) The Capital Facilities Account is changed from an appropriated special revenue fund to an appropriated proprietary fund. In place of the biennial revenue transfer from the Motor Vehicle Fund, the Capital Facilities program will be supported by rental charges imposed on each WSDOT program. 3) The results of an internal construction overhead study is implemented that identifies overhead and indirect costs. These costs are distributed to each program based upon an allocation methodology developed by the study team.
- Agy Req: (\$2.1)M
Gov Rec: (\$2.1)M
STC Rec: (\$5.8)M—eliminates \$3.7 M capital facilities request
HTC Rec: (\$5.8)M
Con Rec: (\$5.8)M
Enacted: (\$5.8)M
5. **ADD 1993–95 CONSTRUCTION PROJECTS** – The Department's base construction program is built each biennium on a model adopted by the Transportation Commission. This model addresses statutory requirements, inflation increases and available funds.
- Agy Req: \$247.8 M
Gov Rec: \$247.8 M
STC Rec: \$247.8 M
HTC Rec: \$247.8 M
Con Rec: \$247.8 M
Enacted: \$247.8 M
6. **STORM WATER** – The Puget Sound Water Quality Authority (PSWQA) Management Plan directs WSDOT to develop a program to control storm water runoff from freeways and highways in the Puget Sound basin. This budget item allows the Department to:(1) conduct an inventory of existing drainage facilities;(2)analyze the water sources entering WSDOT owned facilities;(3)test for contaminants in the water;(4)analyze the flow of the stormwater when it is discharged;(5)develop a prioritization system which will enable the department to evaluate proposed construction projects with regard to their effects on sensitive water bodies.
- Agy Req: \$2.7 M
Gov Rec: \$2.7 M
STC Rec: \$0.7 M(Reduces request for seven FTEs to two. Assumes interns will be used to conduct inventory.)
HTC Rec: \$0.7 M
Con Rec: \$0.7 M
Enacted: \$0.7 M
7. **FISH PASSAGE BARRIER REMOVAL** – Through a memorandum of understanding with the Department of Fisheries, WSDOT has identified six high priority fish barrier removal projects. This item would continue the retrofit work now in progress, finalize the inventory, and fund additional projects in the 1993–95 Biennium.
- Agy Req: \$1.3 M
Gov Rec: \$1.3 M
STC Rec: \$1.3 M
HTC Rec: \$1.3 M
Con Rec: \$1.3 M
Enacted: \$1.3 M
8. **REVISED INFLATION FORECAST** – Reduces inflation based on revised revenue forecast.
- Agy Req: –0–
Gov Rec: –0–
STC Rec: (\$7.5 M)
HTC Rec: (\$7.5 M)
Con Rec: (\$7.5 M)
Enacted: (\$7.5 M)
10. **SCENIC HIGHWAYS PROGRAM** – State highways designated by the Legislature as part of the Scenic Highway System were selected to preserve Washington's unique scenic character and to provide travelers with information on the natural, cultural, and historic resources that are near or accessible from the highway. This budget item accelerates the current program to seek federal Enhancement and Scenic Byways funding for public information outreach, corridor management, highway heritage interpretation, and traveler services such as rest areas.
- Agy Req: \$2.3 M
Gov Rec: \$2.3 M
STC Rec: \$5.7 M—adds revised federal and local estimates and required 20 percent state match
HTC Rec: \$5.7 M
Con Rec: \$5.7 M
Enacted: \$5.7 M
12. **HIGHWAY PRESERVATION** – The department of transportation requests an increase of \$41 million for additional preservation work beyond that which was predicted by the 1986 model. An additional \$7.7 million is requested for increased traffic signals, channelization, and improving hazardous accident locations.
- Agy Req: \$48.7 M
Gov Rec: \$48.7 M
Sen Flr: –0–
HTC Rec: –0–
Con Rec: \$33.4 M
Enacted: \$33.4 M
13. **NOISE ABATEMENT PROGRAM** – In 1987 a study identified 77 noise impacted neighborhoods, parks, and schools. There is no current program structure for addressing these affected areas.(The 1991–93 biennial budget contains approximately \$1 million for this purpose based on internal department priority setting.) This request would update the list of impacted areas; provide for construction of noise walls or other techniques to mitigate noise; and establish a monitoring program to determine effectiveness.
- Agy Req: \$1.2 M
Gov Rec: \$1.2 M
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
15. **MANAGEMENT FTE REDUCTION** – The number of executive, administrative, and mid-management level FTEs was reduced by the Office of Financial Management.
- Agy Req: –0–
Gov Rec: (\$3.1 M)
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–

Department of Transportation Non-Interstate Preservation

16. **MANAGEMENT FTE REDUCTION SAVINGS** – The Office of Financial Management achieved salary and benefit savings from executive, administrative and mid-management level FTE reductions throughout the department.
 Agy Req: –0–
 Gov Rec: \$4.0 M
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
17. **PERMITTING STAFF** – Three additional staff are requested to lead, develop, and implement, a new department effort to work co-operatively with relevant state and local agencies in establishing departmental environmental policies and procedures for the purpose of expediting the permitting process.
 Agy Req: –0–(not formally submitted, but requested after the budget was prepared)
 Gov Rec: –0–
 STC Rec: \$0.2 M
 HTC Rec: \$0.2 M
 Con Rec: \$0.2 M
 Enacted: \$0.2 M
18. **ADDITIONAL STAFF FOR MISC. DUTIES** – Rapid growth of office automation and increased use of personal computers has outpaced DOT's ability to train their employees in the use of these tools. One FTE is requested to staff the Data processing Program assistant position; one FTE is requested for an Equipment Coordinator position and six interactive video instruction workstations are requested. In a separate request, combined here, a position for a full time mechanic is requested to facilitate the work performed by the Major accident Investigation Team (MAIT). The data developed by MAIT is used for analyzing safety and for civil and criminal litigation.
 Agy Req: \$0.4 M
 Gov Rec: \$0.2 M(for data processing request)
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
19. **WETLANDS BANKING** – The departments of transportation and ecology have been negotiating a memorandum of understanding which would permit WSDOT to restore wetlands on a regional basis rather than on a project by project basis. Negotiations are currently underway.
 Agy Req: \$2.0 M
 Gov Rec: \$2.0 M(funded under item 14)
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
20. **RENTAL PAYMENTS CAPITAL FACILITIES** – With the approved program structure change, the Capital Facilities Program charges each WSDOT program a rental rate based on the cost of the needed facility or project.
 Agy Req: \$8 M
 Gov Rec: \$7 M
 STC Rec: –0–(eliminates double appropriation)
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
23. **TRAVEL MANAGEMENT SAVINGS** – The Office of Financial Management has identified travel savings for all state agencies as a result of the new centralized travel functions at the department of general administration.
 Agy Req: –0–
 Gov Rec: (\$54,000)
 STC Rec: (\$54,000)
 HTC Rec: (\$54,000)
 Con Rec: (\$54,000)
 Enacted: (\$54,000)

**Department of Transportation
Interstate Highway Construction
Total Appropriated Funds
(Dollars in Thousands)**

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	542,150	542,150	542,150
1993-95			
CURRENT AUTHORIZED LEVEL	0	0	0
ERL ITEMS			
1. HIGH OCCUPANCY VEHICLE LANES	197,000	197,000	197,000
2. UPDATE AND UPGRADE GUIDE SIGNS	1,000	1,000	0
3. FEDERAL DEMONSTRATION PROJECTS	7,186	0	7,186
4. APPROVED PROGRAM STRUCTURE CHANGE	7,884	7,884	4,952
5. ADD 1993-95 CONSTRUCTION PROJECTS	296,115	296,116	296,115
ESSENTIAL REQUIREMENTS LEVEL	509,185	502,000	505,253
POLICY ITEMS			
6. HIGH OCCUPANCY VEHICLE LANES	60,000	60,000	30,000
7. UPDATE AND UPGRADE GUIDE SIGNS	1,000	1,000	0
8. NOISE ABATEMENT PROGRAM	1,800	1,800	0
9. FEDERAL DEMONSTRATION PROJECTS	0	7,186	0
10. PAVEMENT PRESERVATION	6,000	6,000	0
11. RST ON FUEL LOAN FOR HOVS	0	69,000	0
12. MANAGEMENT FTE REDUCTION	0	(2,050)	0
13. RENTAL PAYMENTS CAPITAL FACILITIES	654	584	0
14. TRAVEL MANAGEMENT SAVINGS	0	(8)	(8)
TOTAL 1993-95 BIENNIUM	578,639	645,512	535,245

Comments:

1. HIGH OCCUPANCY VEHICLE LANES – There are currently 64 HOV lane miles on state highways. There are an additional 48 lane miles under construction and there are plans to construct over 160 additional lane miles to complete the Puget Sound Core HOV lane system around the end of the century. \$197 million is requested in the essential required portion of the budget(ERL) which is 90 percent federal and 10 percent state. The \$60 million policy request is 100 percent state. The \$197 in ERL continues the current biennium's level of effort (at \$191 million) carried forward to next biennium. The \$60 million requested under the policy section, reflects the additional work the department believes they could accomplish with new dedicated funding. This request assumes a dedicated one cent fuel tax increase which will support a bond authorization of \$300 M. Of the \$300 M bond authorization, \$11.7 million is projected to be sold in 1993-95. The remainder will be funded from cash. The HOV budget request in program B reflects projects along the interstate. (also see program C for additional HOV requests off the interstate system).
 Agy Req: \$257.0 M
 Gov Rec: \$257.0 M
 Sen Flr: \$197.0 M
 HTC Rec: \$257.0 M
 Con Rec: \$227.0 M
 Enacted: \$227.0 M

2. UPDATE AND UPGRADE GUIDE SIGNS – Old and outdated highway guide signs will be replaced to provide a higher level of reflectivity to accommodate the needs of the older driver. There is a companion request in program A for \$2.0 million.
 Agy Req: \$2.0 M
 Gov Rec: \$2.0 M
 Sen Flr: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–

3. FEDERAL DEMONSTRATION PROJECTS – Ten demonstration projects, budgeted in four WSDOT programs (programs B, C, T, and Z – capital, and are authorized in the Intermodal Surface Transportation Efficiency Act (ISTEA). A \$25 million bond authorization will cover the state match requirements for all ten projects. Program B projects include: Interstate Construction for State Route 405 – Bellevue NE 8th, Snohomish County high occupancy vehicle (HOV) lanes, and Marysville/Tullalip (88th St.).
 Agy Req: \$7.2 M
 Gov Rec: \$7.2 M
 STC Rec: \$7.2 M
 HTC Rec: \$7.2 M
 Con Rec: \$7.2 M
 Enacted: \$7.2 M

Department of Transportation Interstate Highway Construction

4. **APPROVED PROGRAM STRUCTURE CHANGE –** Three program structure changes were approved by the Office of Financial Management for the 1993–95 Biennium. 1) A new subprogram was created to handle all the functions related to information technology and telecommunications. 2) The Capital Facilities Account is changed from an appropriated special revenue fund to an appropriated proprietary fund. In place of the biennial revenue transfer from the Motor Vehicle Fund, the Capital Facilities program will be supported by rental charges imposed on each WSDOT program. 3) The results of an internal construction overhead study is implemented that identifies overhead and indirect costs. These costs are distributed to each program based upon an allocation methodology developed by the study team.
 Agy Req: \$7.8 M
 Gov Rec: \$7.8 M
 STC Rec: \$4.9 M—eliminates capital facilities request
 HTC Rec: \$4.9 M
 Con Rec: \$4.9 M
 Enacted: \$4.9 M
5. **ADD 1993–95 CONSTRUCTION PROJECTS –** The Department's construction program is based upon estimated available federal revenues and the required state match.
 Agy Req: \$296.1 M
 Gov Rec: \$296.1 M
 STC Rec: \$296.1 M
 HTC Rec: \$296.1 M
 Con Rec: \$296.1 M
 Enacted: \$296.1 M
8. **NOISE ABATEMENT PROGRAM –** In 1987 a study identified 77 noise impacted neighborhoods, parks, and schools. There is no current program structure for addressing these affected areas. This request would update the list of impacted areas; provide for construction of noise walls or other techniques to mitigate noise; and establish a monitoring program to determine effectiveness. Item will be funded out of Motor Vehicle Fund—State. (also see program A for additional \$1.2 M request)
 Agy Req: \$1.8 M
 Gov Rec: \$1.8 M
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
10. **PAVEMENT PRESERVATION –** Resurfacing or reconstruction work on the 900 lane miles of Portland Cement Concrete Pavement(PCCP) will cost almost twice as much as asphalt, but will last about 35 years. Included in item 5, the basic 1993–95 construction program, is \$100 M for this purpose—a significant increase over 1991–93 levels of about \$30.0 M. This request would supplement the base budget level of effort by providing temporary treatments and performing minor restoration work before a major resurfacing or reconstruction job has prioritized. Item will be funded out of Motor Vehicle Fund—State.
 Agy Req: \$6.0 M
 Gov Rec: \$6.0 M
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
11. **RST ON FUEL LOAN FOR HOVS –** The retail sales tax on fuel collected by the Transportation Mobility and Economic Development Act will be available as a loan to WSDOT to accelerate construction of the high occupancy vehicle (HOV) core lane system. Through the 1995–97 Biennium, WSDOT can receive \$345 million. A six-year pay back of the loan, starting in 1996, at 8.25 percent interest is assumed. This appropriation provides the Department's cash flow needs for the 1993–95 Biennium.
 Agy Req: –0–
 Gov Rec: \$69.0 M
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
12. **MANAGEMENT FTE REDUCTION –** The number of executive, administrative, and mid-management level FTEs was reduced by the Office of Financial Management.
 Agy Req: –0–
 Gov Rec: (\$2.1 M)
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
13. **RENTAL PAYMENTS CAPITAL FACILITIES –** With the approved program structure change, the Capital Facilities Program charges each WSDOT program a rental rate based on the cost of the needed facility or project.
 Agy Req: \$0.6 M
 Gov Rec: \$0.6 M
 STC Rec: –0–(eliminates double appropriation)
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
14. **TRAVEL MANAGEMENT SAVINGS –** The Office of Financial Management has identified travel savings for all state agencies as a result of the new centralized travel functions at the department of general administration.
 Agy Req: –0–
 Gov Rec: (\$8,000)
 STC Rec: (\$8,000)
 HTC Rec: (\$8,000)
 Con Rec: (\$8,000)
 Enacted: (\$8,000)

Department of Transportation
Major Non-Interstate Highway Constr – Cap
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	281,806	281,806	281,806
1993-95			
CURRENT AUTHORIZED LEVEL	0	0	0
ERL ITEMS			
1. HIGH OCCUPANCY VEHICLE LANES	46,000	46,000	21,000
2. BOND FINANCING – SPECIAL CATEGORY C	0	(68,000)	0
3. SPECIAL CATEGORY C	126,522	126,522	166,355
4. PUYALLUP TRIBAL SETTLEMENT	50,000	50,000	50,000
5. FEDERAL DEMONSTRATION PROJECTS	55,000	0	55,000
6. APPROVED PROGRAM STRUCTURE CHANGE	5,530	5,530	3,506
7. ADD 1993-95 CONSTRUCTION PROJECTS	245,248	245,250	125,432
8. REVISED INFLATION FORECAST	0	0	(7,200)
9. FUND ADJUSTMENT	0	0	5,000
ESSENTIAL REQUIREMENTS LEVEL	528,300	405,302	419,093
POLICY ITEMS			
10. REDUCE MVF TO AVAILABLE REVENUES	0	(22,000)	0
11. REDUCE TRANSP FUND TO AVAILABLE REV	0	(100,000)	0
12. REPEAL GASOHOL TAX EXEMPTION REV	0	22,000	0
13. INTELLIGENT VEHICLE HIGHWAY SYSTEMS	10,000	10,000	10,000
14. REST AREA STATE/PRIVATE PARTNERSHIP	2,000	2,000	2,000
15. ACCELERATE SPECIAL CAT C PROJECTS	12,000	12,000	0
16. BOND FINANCING – SPECIAL CATEGORY C	0	68,000	0
17. FEDERAL DEMONSTRATION PROJECTS	0	55,000	0
18. CATEGORY C UPDATE	1,168	1,168	0
19. COMPETITIVE PROGRAM FUND SHIFT	0	0	0
20. ADD NEW GAS TAX REVENUES	0	34,000	0
21. MANAGEMENT FTE REDUCTION	0	(1,932)	0
22. RENTAL PAYMENTS CAPITAL FACILITIES	490	438	0
23. TRAVEL MANAGEMENT SAVINGS	0	(24)	(24)
TOTAL 1993-95 BIENNIUM	553,958	485,952	431,069

Comments:

1. HIGH OCCUPANCY VEHICLE LANES – There are currently 64 HOV lane miles on state highways. There are an additional 48 lane miles under construction and there are plans to construct over 160 additional lane miles to complete the Puget Sound Core HOV lane system. This request pertains to projects on the state system. (Also see program B for additional interstate HOV requests).
Agy Req: \$46.0 M
Gov Rec: \$46.0 M
STC Rec: \$46.0 M
HTC Rec: –0–
Con Rec: \$21.0 M (an additional \$10 M is contained in the regular cat c program – item 7)
Enacted: \$21.0 M

2. BOND FINANCING – SPECIAL CATEGORY C – Legislation is proposed to authorize the sale of \$240 million in bonds to finance the three Special Category C projects over the next six years. Currently, the three-quarters of a penny gas tax dedicated to the Special Category C Fund is sufficient to pay the debt service and interest. WSDOT proposes to sell \$68 million in bonds in the 1993-95 Biennium.
Agy Req: –0– (note: \$68.0 M contained in item 3)
Gov Rec: –0– (adds \$68.0 M in policy and deducts \$68.0 M in ERL)
STC Rec: –0– (note: \$108.0 M contained in item 3)
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–

Department of Transportation Major Non-Interstate Highway Constr - Cap

- 3. SPECIAL CATEGORY C - A 3/4 cent gasoline tax was approved by the 1990 legislature to provide funding for extensive and costly capacity improvement projects which would not prioritize in the regular category C program. The 3/4 cent generates about \$41 million per biennium. The \$41 million will be used chiefly to pay off debt service requirements on the \$240 million bond proposal currently before the 1993 legislature.
 - Agy Req: \$126.0 M (and \$12.0 million in item 15 - accelerated special c)
 - Gov Rec: \$126.5 M
 - Sen Fir: \$166.4 M (\$56.0 M for SR 18, \$90 M for First Ave. So., and \$20.0 M for Division Street)
 - HTC Rec: \$166.4 M
 - Con Rec: \$166.4 M
 - Enacted: \$166.4 M
- 4. PUYALLUP TRIBAL SETTLEMENT - Provides funding for SR 509, the Blair waterway in Tacoma.
 - Agy Req: \$50.0 M
 - Gov Rec: \$50.0 M
 - HTC Rec: \$50.0 M
 - STC Rec: \$50.0 M
 - Con Rec: \$50.0 M
 - Enacted: \$50.0 M
- 5. FEDERAL DEMONSTRATION PROJECTS - Ten demonstration projects, budgeted in programs B, C, T and Z are authorized in the Intermodal Surface Transportation Efficiency Act (ISTEA). A \$25 million bond authorization is requested to cover the state match requirements for all ten projects. Program C projects include: Improvements for the Columbia River Gorge; State Route 395 Mesa to Ritzville; Hoquiam Bridge; and a study of the Tacoma Narrows Bridge.
 - Agy Req: \$55.0 M
 - Gov Rec: \$55.0 M
 - STC Rec: \$55.0 M
 - HTC Rec: \$55.0 M
 - Con Rec: \$55.0 M
 - Enacted: \$55.0 M
- 6. APPROVED PROGRAM STRUCTURE CHANGE - Three financial structure changes were approved by the office of financial management for the 1993-95 Biennium. (1) A new subprogram was created to handle all the functions related to information technology and telecommunications. (2) The Capital Facilities Account is changed from an appropriated special revenue fund to an appropriated proprietary fund. In place of the biennial revenue transfer from the Motor Vehicle Fund, the Capital Facilities program will be supported by rental charges imposed on each WSDOT program. (3) The results of an internal construction overhead study is implemented that identifies overhead and indirect costs. These costs are distributed to each program based upon an allocation methodology developed by the study team.
 - Agy Req: \$5.5 M
 - Gov Rec: \$5.5 M
 - STC Rec: \$3.5 M
 - HTC Rec: \$3.5 M
 - Con Rec: \$3.5 M
 - Enacted: \$3.5 M
- 7. ADD 1993-95 CONSTRUCTION PROJECTS - The Department's base construction program is built each biennium on a model adopted by the Transportation Commission. This
 - Agy Req: \$10.0 M
 - Gov Rec: \$10.0 M
 - STC Rec: \$10.0 M
- 8. REVISED INFLATION FORECAST - Reduces inflation based on revised revenue forecast.
 - Agy Req: -0-
 - Gov Rec: -0-
 - HTC Rec: -0-
 - STC Rec: -0-
 - Con Rec: -0-
 - Enacted: -0-
- 10. REDUCE MVF TO AVAILABLE REVENUES - The Motor Vehicle Fund expenditures are reduced to match available revenues.
 - Agy Req: -0-
 - Gov Rec: (\$22.0 M)
 - HTC Rec: -0-
 - STC Rec: -0-
 - Con Rec: -0-
 - Enacted: -0-
- 11. REDUCE TRANSP FUND TO AVAILABLE REV - The Transportation Fund expenditures are reduced to match available revenues.
 - Agy Req: -0-
 - Gov Rec: (\$100.0 M)
 - HTC Rec: -0-
 - STC Rec: -0-
 - Con Rec: -0-
 - Enacted: -0-
- 12. REPEAL GASOLIN TAX EXEMPTION REV - With the repeal of the gasoline tax exemption, program expenditures are increased to match available revenue.
 - Agy Req: -0- (Treas gasohol exemption as a revenue item - not an expenditure)
 - Gov Rec: \$22.0 M
 - STC Rec: -0- (Treas gasohol exemption as a revenue item - not an expenditure)
 - HTC Rec: -0-
 - Con Rec: -0-
 - Enacted: -0-
- 13. INTELLIGENT VEHICLE HIGHWAY SYSTEMS - Federal discretionary funds will be available to Washington for the continuation of the Intelligent Vehicle Highway Systems (IVHS) field test program (80 percent federally funded and 20 percent state). Several projects are proposed to test the newest technology in IVHS including a test of signal coordination on Old State Route 99, ramp meter testing and electronic traveler information services in the Puget Sound area.
 - Agy Req: \$10.0 M
 - Gov Rec: \$10.0 M
 - STC Rec: \$10.0 M

Department of Transportation
Major Non-Interstate Highway Constr – Cap

HTC Rec: \$10.0 M
 Con Rec: \$10.0 M
 Enacted: \$10.0 M

HTC Rec: -0-
 Con Rec: -0-
 Enacted: -0-

14. REST AREA STATE/PRIVATE PARTNERSHIP – Provides for the construction of one to three new rest areas per biennium with private and/or local partnerships. The state pays the equivalent of 60 percent of total project cost.
 Agy Req: \$2.0 M
 Gov Rec: \$2.0 M
 STC Rec: \$2.0 M
 HTC Rec: \$2.0 M
 Con Rec: \$2.0 M
 Enacted: \$2.0 M
15. ACCELERATE SPECIAL CAT C PROJECTS – WSDOT proposes accelerating special category C projects if there is additional revenue.
 Agy Req: \$12.0 M
 Gov Rec: \$12.0 M (also see item 3)
 STC Rec: -0- (see increases provided under item 3)
 HTC Rec: -0-
 Con Rec: -0-
 Enacted: -0-
18. CATEGORY C UPDATE – The Office of Financial Management provides additional funding for acceleration of the regular category c program.
 Agy Req: \$1.2 M
 Gov Rec: \$1.2 M
 STC Rec: -0-
 HTC Rec: -0-
 Con Rec: -0-
 Enacted: -0-
20. ADD NEW GAS TAX REVENUES – The Office of Financial Management makes available enhanced revenues for general program purposes.
 Agy Req: -0- (treats as revenue item, not as an expenditure)
 Gov Rec: \$34.0 M
 STC Rec: -0- (treats as a revenue item—not as an expenditure)
 HTC Rec: -0-
 Con Rec: -0-
 Enacted: -0-
21. MANAGEMENT FTE REDUCTION – The number of executive, administrative, and mid-management level FTEs was reduced by the Office of Financial Management.
 Agy Req: -0-
 Gov Rec: (\$1.9 M)
 STC Rec: -0-
 HTC Rec: -0-
 Con Rec: -0-
 Enacted: -0-
22. RENTAL PAYMENTS CAPITAL FACILITIES – With the approved program structure change, the Capital Facilities Program charges each WSDOT program a rental rate based on the cost of the needed facility or project.
 Agy Req: \$0.5 M
 Gov Rec: \$0.4 M
 STC Rec: -0-
23. TRAVEL MANAGEMENT SAVINGS – The Office of Financial Management has identified travel savings for all state agencies as a result of the new centralized travel functions at the department of general administration.
 Agy Req: -0-
 Gov Rec: (\$24,000)
 STC Rec: (\$24,000)
 HTC Rec: (\$24,000)
 Con Rec: (\$24,000)
 Enacted: (\$24,000)

**Department of Transportation
Plant Construction & Supervision
Total Appropriated Funds
(Dollars in Thousands)**

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	17,778	17,778	17,778
1993-95			
CURRENT AUTHORIZED LEVEL	0	0	0
ERL ITEMS			
1. APPROVED PROGRAM STRUCTURE CHANGE	(136)	(136)	(205)
2. ADD 1993-95 CONSTRUCTION PROJECTS	14,935	14,828	14,935
ESSENTIAL REQUIREMENTS LEVEL	14,799	14,692	14,730
POLICY ITEMS			
3. NEW BUILDING CODE COMPLIANCE	5,096	4,528	3,000
4. STORAGE FACILITIES	300	0	300
5. MANAGEMENT FTE REDUCTION	0	(214)	0
6. WASTE DISPOSAL ACTIVITIES	540	540	0
7. RENTAL PAYMENTS CAPITAL FACILITIES	16	14	0
8. TRAVEL MANAGEMENT SAVINGS	0	(2)	(2)
9. REAPPROPRIATION FOR CAP. FACILITIES	0	0	1,300
TOTAL 1993-95 BIENNIUM	20,751	19,558	19,328

Comments:

- 1. APPROVED PROGRAM STRUCTURE CHANGE –** Three program structure changes were approved by the Office of Financial Management for the 1993-95 Biennium. 1) A new subprogram was created to handle all the functions related to information technology and telecommunications. 2) The Capital Facilities Account is changed from an appropriated special revenue fund to an appropriated proprietary fund. In place of the biennial revenue transfer from the Motor Vehicle Fund, the Capital Facilities program will be supported by rental charges imposed on each WSDOT program. 3) The results of an internal construction overhead study is implemented that identifies overhead and indirect costs. These costs are distributed to each program based upon an allocation methodology developed by the study team.

Agy Req: (\$0.1 M)
Gov Rec: (\$0.1 M)
STC Rec: (\$0.2 M)
HTC Rec: (\$0.2 M)
Con Rec: (\$0.2 M)
Enacted: (\$0.2 M)
- 2. ADD 1993-95 CONSTRUCTION PROJECTS –** The Department's capital facilities construction program is built each biennium on a list of proposed capital projects which are derived from the department's twenty year capital facilities improvement plan. The base funding level is derived from the prior biennium, less one time expenditures, plus inflation.

Agy Req: \$14.9 M
Gov Rec: \$14.8 M
STC Rec: \$14.9 M
HTC Rec: \$14.9 M
Con Rec: \$14.9 M
Enacted: \$14.9 M
- 3. NEW BUILDING CODE COMPLIANCE –** The state building code and federal, county, and city building and environmental codes and ordinances have placed new requirements on building design and construction. This budget item funds an incremental increase of FTEs for design, construction management, and administration.

Agy Req: \$5.1 M
Gov Rec: \$4.5 M
STC Rec: \$3.0 M
HTC Rec: \$3.0 M
Con Rec: \$3.0 M
Enacted: \$3.0 M
- 4. STORAGE FACILITIES –** Provides for construction of three storage containment facilities at maintenance sites where deicing agents are leaching into the ground (Bellevue, Everett, and Mt. Vernon).

Agy Req: \$0.3 M
Gov Rec: -0-
STC Rec: \$0.3 M
HTC Rec: \$0.3 M
Con Rec: \$0.3 M
Enacted: \$0.3 M
- 5. MANAGEMENT FTE REDUCTION –** The number of executive, administrative, and mid-management level FTEs was reduced by the Office of Financial Management.

Agy Req: -0-
Gov Rec: (\$0.2 M)
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

Department of Transportation Plant Construction & Supervision

6. **WASTE DISPOSAL ACTIVITIES** – To determine the level and extent of hazardous materials contained in street sweepings and vector sludge, the department needs to conduct routine testing of these sites. Disposal of contaminated street sweepings and vector sludge in WSDOT owned pits or along the right-of-way is no longer permissible. Additional funds are requested for disposal of wastes at special commercial treatment facilities. This request would also provide for inter-jurisdictional and/or inter-agency development of about eight treatment facilities for handling the wastes.

Agy Req: \$0.5 M
 Gov Req: \$0.5 M
 STC Rec: -0--(provides funding in program M, item 24)
 HTC Rec: -0--
 Con Rec: -0--
 Enacted: -0--

7. **RENTAL PAYMENTS CAPITAL FACILITIES** – With the approved program structure change, the Capital Facilities Program charges each WSDOT program a rental rate based on the cost of the needed facility or project.

Agy Req: \$16,000
 Gov Rec: \$14,000
 STC Rec: -0--
 HTC Rec: -0--
 Con Rec: -0--
 Enacted: -0--

8. **TRAVEL MANAGEMENT SAVINGS** – The Office of Financial Management has identified travel savings for all state agencies as a result of the new centralized travel functions at the department of general administration.

Agy Req: -0--
 Gov Rec: (\$2,000)
 STC Rec: (\$2,000)
 HTC Rec: (\$2,000)
 Con Rec: (\$2,000)
 Enacted: (\$2,000)

9. **REAPPROPRIATION FOR CAP. FACILITIES** – Provides reappropriation authority for construction on three WSDOT facilities.

Agy Req: not formally submitted in budget request
 Gov Rec: -0--
 STC Rec: -0--
 HTC Rec: \$1.3 M
 Con Rec: \$1.3 M
 Enacted: \$1.3 M

**Department of Transportation
Highway Management & Facilities
Total Appropriated Funds
(Dollars in Thousands)**

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	61,532	61,532	61,532
1993-95			
CURRENT AUTHORIZED LEVEL	60,286	60,286	60,286
ERL ITEMS			
1. DOT FACILITY COSTS	2,954	1,154	2,954
2. DISADVANTAGED BUSINESS ENTERPRISE	660	660	660
3. APPROVED PROGRAM STRUCTURE CHANGE	(13,994)	(13,996)	(16,008)
4. INFLATION ABOVE AUTHORIZED RATE	456	0	0
5. INFLATION	1,277	1,142	0
ESSENTIAL REQUIREMENTS LEVEL	51,639	49,246	47,892
POLICY ITEMS			
6. IMPLEMENT 20-YEAR FACILITY PLAN	993	0	0
7. DOT FACILITY COSTS	0	620	0
8. DISADVANTAGED BUSINESS ENTERPRISE	200	200	0
9. HANDICAP ACCESS TO FACILITIES	0	750	750
10. WSDOT COMMUTE TRIP REDUCTION	904	0	500
11. ISTE A REQUIREMENTS	1,240	0	0
12. INFORMATION SYSTEMS & COMPUTERS	1,296	706	750
13. MANAGEMENT FTE REDUCTION	0	(2,036)	0
14. ASST SEC OF ENVIRON. AFFAIRS	0	0	200
15. ENVIRONMENTAL SITE CLEANUP	1,500	1,500	1,500
16. RENTAL PAYMENTS CAPITAL FACILITIES	450	402	0
17. TRAVEL MANAGEMENT SAVINGS	0	(12)	(12)
18. REAPPROPRIATION FOR SITE CLEAN-UP	0	0	1,000
TOTAL 1993-95 BIENNIUM	58,222	51,376	52,580

Comments:

- | | |
|---|--|
| <p>1. DOT FACILITY COSTS – The cost of additional leased office space acquired in the 1991-93 biennium and associated remodeling and moving costs to accommodate staff growth in the Headquarters building in Olympia is requested.
 Agy Req: \$2.9 M
 Gov Rec: \$1.7 M
 STC Rec: \$2.9 M (reduces FTEs from 6.1 to 2 assuming WSDOT can negotiate maintenance of leased space)
 HTC Rec: \$2.9 M
 Con Rec: \$2.9 M
 Enacted: \$2.9 M</p> | <p>Gov Rec: \$0.9 M
 STC Rec: \$0.7 M (provides Current level plus inflation)
 HTC Rec: \$0.7 M
 Con Rec: \$0.7 M
 Enacted: \$0.7 M</p> |
| <p>2. DISADVANTAGED BUSINESS ENTERPRISE – The Supportive Services operating program (formerly program 090) has been eliminated through an approved program structure change. This item moves the expenditures into the Highway Management and Capital Facilities program to continue the services. At the same time, the Federal Highway Administration (FHWA) will no longer allow Disadvantaged Business Enterprise (DBE) funds to pay administrative costs to certify eligibility.
 Agy Req: \$0.9 M</p> | |
| | <p>3. APPROVED PROGRAM STRUCTURE CHANGE – Three program structure changes were approved by the Office of Financial Management for the 1993-95 biennium. 1) A new subprogram was created to handle all the functions related to information technology and telecommunications. 2) The Capital Facilities Account is changed from an appropriated special revenue fund to an appropriated proprietary fund. In place of the biennial revenue transfer from the Motor Vehicle Fund, the Capital Facilities program will be supported by rental charges imposed on each WSDOT program. 3) The results of an internal construction overhead study is implemented that identifies overhead and indirect costs. These costs are distributed to each program based upon an allocation methodology developed by the study team.
 Agy Req: (\$14.0 M)
 Gov Rec: (\$14.0 M)</p> |

Department of Transportation Highway Management & Facilities

STC Rec: (\$16.0 M) – eliminates capital facilities request
 HTC Rec: (\$16.0 M)
 Con Rec: (\$16.0 M)
 Enacted: (\$16.0 M)

4. **INFLATION ABOVE AUTHORIZED RATE** – The Office of Financial Management does not use the second year of the current biennium as the base to forecast inflation for the ensuing biennium. They use an average of the two years in the current biennium. DOT requests additional inflation based on the costs of the second year of the current biennium.
 Agy Req: \$0.4 M
 Gov Rec: –0–
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
5. **INFLATION** – Provides for the standard inflation rates approved by the Office of Financial Management.
 Agy Req: \$1.3 M
 Gov Rec: \$1.1 M
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
6. **IMPLEMENT 20-YEAR FACILITY PLAN** – Based upon the 1986 Warren Streeter consultant study, the department has developed a twenty year capital facilities plan. The request is to provide additional funds to reduce the average annual life span of DOT owned facilities – many of which are over fifty years old.
 Agy Req: \$1.0 M
 Gov Rec: –0–
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
9. **HANDICAP ACCESS TO FACILITIES** – The American with Disabilities Act (ADA) requires modifications to the Department's current facilities. This item will address access, hallways, rest-rooms, work stations, signs, and parking for the disabled.
 Agy Req: –0–
 Gov Rec: \$0.7 M
 STC Rec: \$0.7 M
 HTC Rec: \$0.7 M
 Con Rec: \$0.7 M
 Enacted: \$0.7 M
10. **WSDOT COMMUTE TRIP REDUCTION** – Employers with 100 or more full time employees must develop commute reduction plans in order to reduce employee single occupant vehicle (SOV) travel and vehicle miles travelled. A 15 percent reduction is required by 1995. This request provides transit/vanpool subsidies of \$21.00 per month and carpool subsidies of \$15.00 per month.
 Agy Req: \$0.9 M
 Gov Rec: –0–
 STC Rec: \$0.5 M
 HTC Rec: \$0.5 M
 Con Rec: \$0.5 M
 Enacted: \$0.5 M
11. **ISTEA REQUIREMENTS** – There is currently no effort to compile a statewide "Transportation Improvement Plan" as required by the 1991 Intermodal Surface Transportation Act (ISTEA). This requirement entails new public outreach efforts and extensive coordination with other transportation providers.
 Agy Req: \$1.2 M
 Gov Rec: –0–
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
12. **INFORMATION SYSTEMS & COMPUTERS** – Program management systems need additional funding for continued operation and maintenance. (1) The new Project Closure Tracking System assists in project closure to provide timely access to federal funds at project completion. (2) The Federal Information Tracking System allows WSDOT to send federal project information to Washington, D.C. via computer. These two systems interface with the Capital Program Management System (CPMS) to support scheduling, workforce management, and dollar allocations for the highway construction program.
 Agy Req: \$1.3 M
 Gov Rec: \$0.7 M
 STC Rec: \$0.7 M
 HTC Rec: \$0.7 M
 Con Rec: \$0.7 M
 Enacted: \$0.7 M
13. **MANAGEMENT FTE REDUCTION** – The number of executive, administrative, and mid-management level FTEs was reduced by the Office of Financial Management.
 Agy Req: –0–
 Gov Rec: (\$2.0 M)
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
14. **ASST SEC OF ENVIRON. AFFAIRS** – Funding is provided for an Assistant Secretary of Environmental Affairs subsequent to an evaluation by the Transportation Commission of the need for such a position.
 Agy Req: –0–
 Gov Rec: –0–
 STC Rec: \$0.2 M
 HTC Rec: \$0.2 M
 Con Rec: \$0.2 M
 Enacted: \$0.2 M
15. **ENVIRONMENTAL SITE CLEANUP** – Covers the cost of minor inspection, testing, and remediation when environmentally unsound conditions are discovered prior to construction, operation, or proposed sale of WSDOT owned storage or maintenance buildings. The cost of these minor cleanups is approximately \$100,000 each.
 Agy Req: \$1.5 M
 Gov Rec: \$1.5 M
 STC Rec: \$1.5 M
 HTC Rec: \$1.5 M
 Con Rec: \$1.5 M
 Enacted: \$1.5 M

**Department of Transportation
Highway Management & Facilities**

16. RENTAL PAYMENTS CAPITAL FACILITIES – With the approved program structure change, the Capital Facilities Program charges each WSDOT program a rental rate based on the cost of the needed facility or project.
- Agy Req: \$0.4 M
 - Gov Rec: \$0.4 M
 - STC Rec: –0–
 - HTC Rec: –0–
 - Con Rec: –0–
 - Enacted: –0–
17. TRAVEL MANAGEMENT SAVINGS – The Office of Financial Management has identified travel savings for all state agencies as a result of the new centralized travel functions at the department of general administration.
- Agy Req: –0–
 - Gov Rec: (\$12,000)
 - STC Rec: (\$12,000)
 - HTC Rec: (\$12,000)
 - Con Rec: (\$12,000)
 - Enacted: (\$12,000)
18. REAPPROPRIATION FOR SITE CLEAN-UP – Provides a reappropriation for work begun in 1991–93 which will be complete in 1993–95. Four WSDOT owned sites were identified in 1991–93 requiring environmental mitigation. Delays resulted from more extensive mitigation demands than originally anticipated.
- Agy Req: not formally transmitted in budget request
 - Gov Rec: –0–
 - STC Rec: –0–
 - HTC Rec: \$1.2 M
 - Con Rec: \$1.0 M
 - Enacted: \$1.0 M

Department of Transportation
Aeronautics
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991–93 ESTIMATED EXPENDITURES	3,896	3,896	3,896
1993–95			
CURRENT AUTHORIZED LEVEL	3,540	3,543	3,540
ERL ITEMS			
1. APPROVED PROGRAM STRUCTURE CHANGE	0	(2)	0
2. INFLATION ABOVE AUTHORIZED RATE	50	0	0
3. INFLATION	53	50	0
ESSENTIAL REQUIREMENTS LEVEL	3,643	3,591	3,540
POLICY ITEMS			
4. AIRPORT IMPROVEMENTS	5,526	0	0
5. MANAGEMENT FTE REDUCTION	0	(68)	0
6. RENTAL PAYMENTS CAPITAL FACILITIES	2	0	0
7. TRAVEL MANAGEMENT SAVINGS	0	(2)	(2)
8. REAPPROPRIATION–FEDERAL FUNDS	0	0	350
TOTAL 1993–95 BIENNIUM	9,171	3,521	3,888

Comments:

2. INFLATION ABOVE AUTHORIZED RATE – The Office of Financial Management does not use the second year of the current biennium as the base to forecast inflation for the ensuing biennium. They use an average of the two years in the current biennium. DOT requests additional inflation based on the costs of the second year of the current biennium.
Agy Req: \$50,000
Gov Rec: –0–
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
3. INFLATION – Provides for the standard inflation rates approved by the Office of Financial Management.
Agy Req: \$53,000
Gov Rec: \$50,000
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
4. AIRPORT IMPROVEMENTS – Increased funding is requested to improve local airport runways and lighting. Legislation is required to raise revenues to support this request.
Agy Req: \$5.5 M
Gov Rec: –0–
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
5. MANAGEMENT FTE REDUCTION – The number of executive, administrative, and mid–management level FTEs was reduced by the Office of Financial Management.
Agy Req: –0–
Gov Rec: (\$68,000)
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
6. RENTAL PAYMENTS CAPITAL FACILITIES – With the approved program structure change, the Capital Facilities Program charges each WSDOT program a rental rate based on the cost of the needed facility or project.
Agy Req: \$2,000
Gov Rec: –0–
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
7. TRAVEL MANAGEMENT SAVINGS – The Office of Financial Management has identified travel savings for all state agencies as a result of the new centralized travel functions at the department of general administration.
Agy Req: –0–
Gov Rec: (\$2,000)
STC Rec: (\$2,000)
HTC Rec: (\$2,000)
Con Rec: (\$2,000)
Enacted: (\$2,000)

**Department of Transportation
Aeronautics**

8. REAPPROPRIATION—FEDERAL FUNDS – Carries forward unexpended federal grants for completion of Heliport system designs and for acquisition of property in Winthrop.

Agy Req: (requested, but not formally submitted in budget)

Gov Rec: -0-

STC Rec: -0-

HTC Rec: \$0.3 M

Con Rec: \$0.3 M

Enacted: \$0.3 M

**Department of Transportation
Community Economic Revitalization
Total Appropriated Funds
(Dollars in Thousands)**

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	2,000	2,000	2,000
1993-95			
CURRENT AUTHORIZED LEVEL	0	0	0
ERL ITEMS			
1. ADD 1993-95 CONSTRUCTION PROJECTS	5,020	5,020	5,020
ESSENTIAL REQUIREMENTS LEVEL	5,020	5,020	5,020
TOTAL 1993-95 BIENNIUM	5,020	5,020	5,020

Comments:

1. ADD 1993-95 CONSTRUCTION PROJECTS – The 1987 \$10 million bond authorization still has over five million of unissued proceeds. Bonds are sold as needed to fund those highway improvement projects which have been approved by the Community Economic Revitalization Board (CERB) and the Transportation Commission.
 - Agy Req: \$5.0 M
 - Gov Rec: \$5.0 M
 - STC Rec: \$5.0 M
 - HTC Rec: \$5.0 M
 - Con Rec: \$5.0 M
 - Enacted: \$5.0 M

Department of Transportation
Non-Interstate Bridge Program – Capital
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	106,600	106,600	106,600
1993-95			
CURRENT AUTHORIZED LEVEL	0	0	0
ERL ITEMS			
1. BRIDGE MANAGEMENT SYSTEM	0	1,406	0
2. APPROVED PROGRAM STRUCTURE CHANGE	1,718	1,718	936
3. ADD 1993-95 CONSTRUCTION PROJECTS	113,300	113,300	113,300
4. REVISED INFLATION FORECAST	0	0	(2,200)
ESSENTIAL REQUIREMENTS LEVEL	115,018	116,424	112,036
POLICY ITEMS			
5. UPDATE PRIORITY/PROGRAMING MODEL	10,000	10,000	5,000
6. BRIDGE INSPECTION PROGRAM	6,000	6,000	0
7. BRIDGE MANAGEMENT SYSTEM	1,404	0	0
8. MANAGEMENT FTE REDUCTION	0	(712)	0
9. RENTAL PAYMENTS CAPITAL FACILITIES	174	156	0
10. TRAVEL MANAGEMENT SAVINGS	0	(10)	(9)
TOTAL 1993-95 BIENNIUM	132,596	131,858	117,027

Comments:

1. BRIDGE MANAGEMENT SYSTEM – The Intermodal Surface Transportation Efficiency Act (ISTEA) mandates the state to develop and implement a Bridge Management System (BMS) by 1995. Non-compliance can result in a 10 percent reduction in federal funds. This information and data system provides a sophisticated management tool so state and local highway entities can optimize the use of bridge preservation funds. This recommendation provides the 20 percent state match requirement for the project and includes the federal funds.

Agy Req: \$1.4 M
Gov Rec: \$1.4 M
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

2. APPROVED PROGRAM STRUCTURE CHANGE – Three program structure changes were approved by the Office Of Financial Management for the 1993-95 Biennium. 1) A new subprogram was created to handle all the functions related to information technology and telecommunications. 2) The Capital Facilities Account is changed from an appropriated special revenue fund to an appropriated proprietary fund. In place of the biennial revenue transfer from the Motor Vehicle Fund, the Capital Facilities program will be supported by rental charges imposed on each WSDOT program. 3) The results of an internal construction overhead study is implemented that identifies overhead and indirect costs. These costs are distributed to each program based upon an allocation methodology developed by the study team.

Agy Req: \$1.7 M
Gov Rec: \$1.7 M
STC Rec: \$0.9 M – eliminates capital facilities request –
HTC Rec: \$0.9 M
Con Rec: \$0.9 M
Enacted: \$0.9 M

3. ADD 1993-95 CONSTRUCTION PROJECTS – This request provides funding for basic bridge preservation and improvements as established through the 1986 Category H model. It also includes a carryforward of the seismic retrofit program as authorized by the 1991 legislature.

Agy Req: \$113.3 M
Gov Rec: \$113.3 M
STC Rec: \$113.3 M
HTC Rec: \$113.3 M
Con Rec: \$113.3 M
Enacted: \$113.3 M

4. REVISED INFLATION FORECAST – Reduces inflation based on revised revenue forecast.

Agy Req: -0-
Gov Rec: -0-
STC Rec: (\$2.2 M)
HTC Rec: (\$2.2 M)
Con Rec: (\$2.2 M)
Enacted: (\$2.2 M)

5. UPDATE PRIORITY/PROGRAMING MODEL – This request would: (a) increase the category H base funding by \$5.0 M to that prescribed in the 1990 twenty year bridge plan; and

**Department of Transportation
Non-Interstate Bridge Program – Capital**

(b) provide \$5.0 M for rehabilitation work on the 19 moveable bridges in the state.

Agy Req: \$10.0 M
 Gov Rec: \$10.0 M
 Sen Flr: -0-
 HTC Rec: \$5.0 M
 Con Rec: \$5.0 M
 Enacted: \$5.0 M

6. BRIDGE INSPECTION PROGRAM – This item continues the present program and increases the work effort to accommodate additional federal requirements.

Agy Req: \$6.0 M
 Gov Rec: \$6.0 M
 Sen Flr: -0-
 HTC Rec: \$6.0 M
 Con Rec: -0-
 Enacted: -0-

8. MANAGEMENT FTE REDUCTION – The number of executive, administrative, and mid-management level FTEs was reduced by the Office of Financial Management.

Agy Req: -0-
 Gov Rec: (\$0.7 M)
 STC Rec: -0-
 HTC Rec: -0-
 Con Rec: -0-
 Enacted: -0-

9. RENTAL PAYMENTS CAPITAL FACILITIES – With the approved program structure change, the Capital Facilities Program charges each WSDOT program a rental rate based on the cost of the needed facility or project.

Agy Req: \$0.2 M
 Gov Rec: \$0.1 M
 STC Rec: -0-eliminates capital facilities request
 HTC Rec: -0-
 Con Rec: -0-
 Enacted: -0-

10. TRAVEL MANAGEMENT SAVINGS – The Office of Financial Management has identified travel savings for all state agencies as a result of the new centralized travel functions at the department of general administration.

Agy Req: -0-
 Gov Rec: (\$10,000)
 STC Rec: (\$9,000)
 HTC Rec: (\$9,000)
 Con Rec: (\$9,000)
 Enacted: (\$9,000)

Department of Transportation
Highway Maintenance
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	229,832	229,832	229,832
1993 SUPPLEMENTAL	0	0	3,800
TOTAL 1991-93 BIENNIUM	229,832	229,832	233,632
1993-95			
CURRENT AUTHORIZED LEVEL	229,130	229,130	229,130
ERL ITEMS			
1. ADDITIONAL LANE MILES	8,075	8,076	6,075
2. SURFACE WATER UTILITY CHARGES	456	458	456
3. LOCAL REIMBURSEMENTS	3,940	3,940	3,940
4. REST AREA MAINTENANCE	0	664	664
5. FLOATING BRIDGE MAINTENANCE	910	0	910
6. INVENTORY/PURCHASE CONTROL SYSTEM	1,031	1,032	1,031
7. APPROVED PROGRAM STRUCTURE CHANGE	17,396	17,396	(3,195)
8. INFLATION ABOVE AUTHORIZED RATE	1,954	0	0
9. WASTE DISPOSAL	232	0	600
10. INFLATION	5,807	5,200	0
ESSENTIAL REQUIREMENTS LEVEL	268,931	265,896	239,611
POLICY ITEMS			
11. INTELLIGENT VEHICLE HIGHWAY SYSTEMS	550	580	550
12. UTILITY CLEAR ZONES	228	0	0
13. CORROSION INHIBITING DEICER	1,800	1,800	0
14. SIGNS, LANE MARKING, STRIPING	1,664	1,328	464
15. REST AREA MAINTENANCE	664	0	0
16. ROADWAY/BRIDGE SURFACE REPAIRS	1,000	1,000	0
17. EQUIPMENT RENTAL RATE INCREASES	3,006	0	0
18. MOTORIST ASSISTANCE PATROLS	484	0	0
19. TRAFFIC SIGNAL IMPROVEMENTS	2,411	2,410	2,411
20. FLOATING BRIDGE MAINTENANCE	0	910	0
21. FIXED ASSET SYSTEM	72	72	72
22. MANAGEMENT FTE REDUCTION	0	(3,734)	0
23. MANAGEMENT FTE REDUCTION SAVINGS	0	11,322	0
24. WASTE DISPOSAL	0	232	0
25. ADDITIONAL STAFF FOR MISC. DUTIES	260	0	0
26. VEGETATION MANAGEMENT PLAN	1,300	278	300
27. RENTAL PAYMENTS CAPITAL FACILITIES	4,592	4,102	0
28. TRAVEL MANAGEMENT SAVINGS	0	(26)	(26)
TOTAL 1993-95 BIENNIUM	286,962	286,170	243,382

Department of Transportation Highway Maintenance

Comments:

1. **ADDITIONAL LANE MILES** – This request provides an increased level of staffing and dollars necessary to maintain the additions to the inventory of roads, bridges, traffic signals, electrical systems, lights, signs, roadway/weather information sensors, wetlands, sedimentation ponds and catch basins. Regular activities include sweeping, maintenance of drainage ditches, snow and ice removal, vegetation management, striping, sign repairs, etc. Also included in this request is the cost to assume maintenance of the I-90 additions and tunnel control room.
 - Agy Req: \$8.1 M
 - Gov Rec: \$8.1 M
 - STC Rec: \$6.1 M – reduction provides for reduced labor force
 - HTC Rec: \$6.1 M
 - Con Rec: \$6.1 M
 - Enacted: \$6.1 M
2. **SURFACE WATER UTILITY CHARGES** – WSDOT is mandated to pay a utility assessment for storm water drainage from WSDOT highway surfaces within certain local jurisdictions. Four local governments have increased the assessment charges in 1993–95. This request covers the increased utility fee charged by the City of Olympia, City of Puyallup, Thurston County and King County.
 - Agy Req: \$0.4 M
 - Gov Rec: \$0.4 M
 - STC Rec: \$0.4 M
 - HTC Rec: \$0.4 M
 - Con Rec: \$0.4 M
 - Enacted: \$0.4 M
3. **LOCAL REIMBURSEMENTS** – WSDOT receives funds through contractual agreements to share maintenance costs of certain highways and bridges within the cities of SeaTac, Federal Way and for certain roads crossing the borders of Oregon and Idaho. In addition, the Department collects from private citizens who have damaged the highway system in some way. This item gives WSDOT an appropriation for these receipts so they can do the work needed.
 - Agy Req: \$3.9 M
 - Gov Rec: \$3.9 M
 - STC Rec: \$3.9 M
 - HTC Rec: \$3.9 M
 - Con Rec: \$3.9 M
 - Enacted: \$3.9 M
4. **REST AREA MAINTENANCE** – Nineteen rest area facilities have a drinking water well on site. New state regulations require testing of the water and possible installation of treatment features. In addition, three rest area facilities are in danger of closure. Smokey Point (North Everett) and Indian John Hill on SR 90 have failing septic systems while the Elma rest area has had an unusually high demand resulting in additional cleaning and preventive maintenance. This request will meet state and federal requirements and keep the rest areas open.
 - Agy Req: \$0.6 M
 - Gov Rec: \$0.6 M
 - STC Rec: –0–
 - HTC Rec: \$0.6 M
 - Con Rec: \$0.6 M
 - Enacted: \$0.6 M
5. **FLOATING BRIDGE MAINTENANCE** – Additional maintenance for the floating bridges in the state system is required. (1) A higher level of maintenance is required to prevent mechanical and electrical problems on the draw spans. (2) The replacement Lacey Murrow Bridge will be complete in the 1993–95 Biennium resulting in additional maintenance. (3) Recent Department of Labor and Industries (L&I) regulations define the floating bridge cells as "confined spaces" requiring additional staff and monitoring equipment during maintenance work.
 - Agy Req: \$0.9 M
 - Gov Rec: \$0.9 M
 - STC Rec: \$0.9 M
 - HTC Rec: \$0.9 M
 - Con Rec: \$0.9 M
 - Enacted: \$0.9 M
6. **INVENTORY/PURCHASE CONTROL SYSTEM** – During the 1991–93 Biennium, an Extended Purchasing and Inventory Control System was approved for development and testing. This request provides final implementation of the system.
 - Agy Req: \$1.0 M
 - Gov Rec: \$1.0 M
 - STC Rec: \$1.0 M
 - HTC Rec: \$1.0 M
 - Con Rec: \$1.0 M
 - Enacted: \$1.0 M
7. **APPROVED PROGRAM STRUCTURE CHANGE** – Three program structure changes were approved by the Office of Financial Management for the 1993–95 Biennium. 1) A new subprogram was created to handle all the functions related to information technology and telecommunications. 2) The Capital Facilities Account is changed from an appropriated special revenue fund to an appropriated proprietary fund. In place of the biennial revenue transfer from the Motor Vehicle Fund, the Capital Facilities program will be supported by rental charges imposed on each WSDOT program. 3) The results of an internal construction overhead study is implemented that identifies overhead and indirect costs. These costs are distributed to each program based upon an allocation methodology developed by the study team.
 - Agy Req: \$17.4 M
 - Gov Rec: \$17.4 M
 - STC Rec: (\$3.2 M) – eliminates capital facilities request
 - HTC Rec: (\$3.2 M)
 - Con Rec: (\$3.2 M)
 - Enacted: (\$3.2 M)
8. **INFLATION ABOVE AUTHORIZED RATE** – The Office of Financial Management does not use the second year of the current biennium as the base to forecast inflation for the ensuing biennium. They use an average of the two years in the current biennium. DOT requests additional inflation based on the costs of the second year of the current biennium.
 - Agy Req: \$1.9 M
 - Gov Rec: –0–
 - STC Rec: –0–
 - HTC Rec: –0–
 - Con Rec: –0–
 - Enacted: –0–
9. **WASTE DISPOSAL** – To determine the level and extent of hazardous materials contained in street sweepings and vector

Department of Transportation Highway Maintenance

sludge, the department needs to conduct routine testing of these sites. Disposal of contaminated street sweepings and/or vector sludge in WSDOT owned pits or along the right-of-way is no longer permissible. Additional funds are requested for disposal of hazardous wastes at special commercial treatment facilities. This request would also provide for inter-jurisdictional and/or inter-agency development of about eight treatment facilities for treating the wastes.

Agy Req: \$0.2 M—(companion request was made in program D for \$0.5 M)
 Gov Rec: \$0.2 M—(additional funding was provided in program D for \$0.5 M)
 STC Rec: \$0.6 M—(no additional funding was provided in program D)
 HTC Rec: \$0.6 M
 Con Rec: \$0.6 M
 Enacted: \$0.6 M

10. INFLATION – Provides for the standard inflation rates approved by the Office of Financial Management.

Agy Req: \$5.8 M
 Gov Rec: \$5.2 M
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–

11. INTELLIGENT VEHICLE HIGHWAY SYSTEMS – Federal discretionary funds will be available to Washington for the continuation of the Intelligent Vehicle Highway Systems (IVHS) field test program. Several projects are proposed to test the newest technology in IVHS including a test of signal coordination on Old State Route 99, ramp meter testing and electronic traveler information services in the Puget Sound area. Three million dollars were received in the 1991–93 Biennium to begin some projects. This item includes the additional federal funds available in the 1993–95 Biennium plus the required state match.

Agy Req: \$0.5 M
 Gov Rec: \$0.5 M
 STC Rec: \$0.5 M (no FTEs—contract out work)
 HTC Rec: \$0.5 M
 Con Rec: \$0.5 M
 Enacted: \$0.5 M

12. UTILITY CLEAR ZONES – Implements the Utilities Accommodation Policy (WAC 468–34–50) which requires removal of power poles, guy lines, and junction boxes adjacent to state highways. This rule applies to all WSDOT construction projects.

Agy Req: \$0.2 M
 Gov Rec: –0–
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–

13. CORROSION INHIBITING DEICER – Statewide conversion to corrosion inhibited deicing chemicals requires an increase to cover the additional per ton cost of these chemicals compared to salt. Corrosion inhibited deicing agents cost \$150 to \$700 per ton compared to \$40 per ton for salt.

Agy Req: \$1.8 M
 Gov Rec: \$1.8 M

STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–

14. SIGNS, LANE MARKING, STRIPING – This request provides for a more aggressive effort to stripe and replace highway pavement markers. About \$0.4 M is for equipment acquisition.

Agy Req: \$1.7 M
 Gov Rec: \$1.3 M
 STC Rec: \$0.5 M—reduction reflects reduced FTE costs
 HTC Rec: \$0.5 M
 Con Rec: \$0.5 M
 Enacted: \$0.5 M

16. ROADWAY/BRIDGE SURFACE REPAIRS – Deteriorating bridge decks are in need of repair. This request provides for additional staff to maintain these facilities.

Agy Req: \$1.0 M
 Gov Rec: \$1.0 M
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–

17. EQUIPMENT RENTAL RATE INCREASES – Highway transportation equipment fund (TEF) rental rates have been established at a rate greater than funding provided by the Office of Financial Management (OFM). OFM rates for fiscal 1994 is 3.4 percent and 3.5 percent for fiscal 1995. TEF rates are 7.2 percent for each year of the biennium.

Agy Req: \$3.0 M
 Gov Rec: –0–
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–

18. MOTORIST ASSISTANCE PATROLS – Private towing companies will be selected through competitive bidding to provide assistance to stranded motorists during the morning and evening peak congestion periods on I–5 and SR 16 in Tacoma.

Agy Req: \$0.5 M
 Gov Rec: –0–
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–

19. TRAFFIC SIGNAL IMPROVEMENTS – On-site evaluations of the condition and operation of signalized intersections now occur once every 3.5 years in districts 1 and 3. To expedite and enhance transportation demand management efforts, a two year review cycle is requested as well as program implementation in district 3.

Agy Req: \$2.4 M
 Gov Rec: \$2.4 M
 STC Rec: \$2.4 M
 HTC Rec: \$2.4 M
 Con Rec: \$2.4 M
 Enacted: \$2.4 M

Department of Transportation Highway Maintenance

21. **FIXED ASSET SYSTEM** – Implementation of a Fixed Asset System, although funded in the 1991–93 Biennium, was not completed. This item carries the project forward. The Fixed Asset System will allow data to be integrated with the existing financial system, share data with the State Auditor and reduce time required to produce reports.
- Agy Req: \$0.07 M
Gov Rec: \$0.07 M
STC Rec: \$0.07 M
HTC Rec: \$0.07 M
Con Rec: \$0.07 M
Enacted: \$0.07 M
22. **MANAGEMENT FTE REDUCTION** – The number of executive, administrative, and mid–management level FTEs was reduced by the Office of Financial Management.
- Agy Req: –0–
Gov Rec: (\$3.7 M)
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
23. **MANAGEMENT FTE REDUCTION SAVINGS** – The Office of Financial Management achieved salary and benefit savings from executive, administrative and mid–management level FTE reductions throughout the department.
- Agy Req: –0–
Gov Rec: \$11.3 M
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
25. **ADDITIONAL STAFF FOR MISC. DUTIES** – Provides for miscellaneous staff.
- Agy Req: \$0.2 M
Gov Rec: –0–
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
26. **VEGETATION MANAGEMENT PLAN** – Certain sensitive water bodies require a more localized approach to vegetation management than the current practice of general pesticide application provides for. Working with local government and the state departments of fisheries and ecology, WSDOT will determine where an "integrated pest management approach" needs to be established. Integrated pest management allows the department to reduce their use of pesticides (and thus better protect sensitive water bodies) by establishing dominant vegetation patterns to keep out noxious weeds (which WSDOT is required to control).
- Agy Req: \$1.3 M
Gov Rec: \$0.3 M
HTC Rec: \$0.3 M
STC Rec: \$0.3 M
Con Rec: \$0.3 M
Enacted: \$0.3 M
27. **RENTAL PAYMENTS CAPITAL FACILITIES** – With the approved program structure change, the Capital Facilities Program charges each WSDOT program a rental rate based on the cost of the needed facility or project.
- Agy Req: \$4.6 M
Gov Rec: \$4.1 M
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
28. **TRAVEL MANAGEMENT SAVINGS** – The Office of Financial Management has identified travel savings for all state agencies as a result of the new centralized travel functions at the department of general administration.
- Agy Req: –0–
Gov Rec: (\$26,000)
STC Rec: (\$26,000)
HTC Rec: (\$26,000)
Con Rec: (\$26,000)
Enacted: (\$26,000)

**Department of Transportation
County & City Programs – Capital
Total Appropriated Funds
(Dollars in Thousands)**

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	62,800	62,800	62,800
1993-95			
CURRENT AUTHORIZED LEVEL	0	0	0
ERL ITEMS			
1. APPROVED PROGRAM STRUCTURE CHANGE	1,098	1,098	628
2. ADD 1993-95 CONSTRUCTION PROJECTS	53,902	53,902	53,902
ESSENTIAL REQUIREMENTS LEVEL	55,000	55,000	54,530
POLICY ITEMS			
3. MANAGEMENT FTE REDUCTION	0	(124)	0
4. RENTAL PAYMENTS CAPITAL FACILITIES	104	96	0
5. TRAVEL MANAGEMENT SAVINGS	0	(4)	(4)
TOTAL 1993-95 BIENNIUM	55,104	54,968	54,526

Comments:

- APPROVED PROGRAM STRUCTURE CHANGE –** Three program structure changes were approved by the office of financial management for the 1993-95 Biennium. 1) A new subprogram was created to handle all the functions related to information technology and telecommunications. 2) The Capital Facilities Account is changed from an appropriated special revenue fund to an appropriated proprietary fund. In place of the biennial revenue transfer from the Motor Vehicle Fund, the Capital Facilities program will be supported by rental charges imposed on each WSDOT program. 3) The results of an internal construction overhead study is implemented that identifies overhead and indirect costs. These costs are distributed to each program based upon an allocation methodology developed by the study team.

Agy Req: \$1.1 M
Gov Rec: \$1.1 M
STC Rec: \$0.6 M -- eliminates \$0.5 M for capital facilities
HTC Rec: \$0.6 M
Con Rec: \$0.6 M
Enacted: \$0.6 M

STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-
- ADD 1993-95 CONSTRUCTION PROJECTS –** The appropriation request is for authority to spend funds that will be entirely reimbursed by the federal or local government or private developers for work done on the state system.

Agy Req: \$53.9 M
Gov Rec: \$53.9 M
STC Rec: \$53.9 M
HTC Rec: \$53.9 M
Con Rec: \$53.9 M
Enacted: \$53.9 M
- MANAGEMENT FTE REDUCTION –** The number of executive, administrative, and mid-management level FTEs was reduced by the Office of Financial Management.

Agy Req: -0-
Gov Rec: (\$0.1 M)
- RENTAL PAYMENTS CAPITAL FACILITIES –** With the Office of Financial Management approved program structure change, the Capital Facilities Program charges each WSDOT program a rental rate based on the cost of the needed facility or project.

Agy Req: \$0.1 M
Gov Rec: \$0.1 M
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-
- TRAVEL MANAGEMENT SAVINGS –** The Office of Financial Management has identified travel savings for all state agencies as a result of the new centralized travel functions at the department of general administration.

Agy Req: -0-
Gov Rec: (\$4,000)
STC Rec: (\$4,000)
HTC Rec: (\$4,000)
Con Rec: (\$4,000)
Enacted: (\$4,000)

Department of Transportation
Sales & Services to Others
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	8,688	8,688	8,688
1993-95			
CURRENT AUTHORIZED LEVEL	8,862	8,862	8,862
ERL ITEMS			
1. APPROVED PROGRAM STRUCTURE CHANGE	216	216	0
2. INFLATION ABOVE AUTHORIZED RATE	114	0	0
3. INFLATION	317	284	0
ESSENTIAL REQUIREMENTS LEVEL	9,509	9,362	8,862
POLICY ITEMS			
4. SALES AND SERVICES TO OTHERS	1,800	1,800	1,800
5. MANAGEMENT FTE REDUCTION	0	(152)	0
6. RENTAL PAYMENTS CAPITAL FACILITIES	56	52	0
7. TRAVEL MANAGEMENT SAVINGS	0	(2)	(2)
TOTAL 1993-95 BIENNIUM	11,365	11,060	10,660

Comments:

1. APPROVED PROGRAM STRUCTURE CHANGE – Three program structure changes were approved by OFM for the 1993-95 Biennium. 1) A new subprogram was created to handle all the functions related to information technology and telecommunications. 2) The Capital Facilities Account is changed from an appropriated special revenue fund to an appropriated proprietary fund. In place of the biennial revenue transfer from the Motor Vehicle Fund, the Capital Facilities program will be supported by rental charges imposed on each WSDOT program. 3) The results of an internal construction overhead study is implemented that identifies overhead and indirect costs. These costs are distributed to each program based upon an allocation methodology developed by the study team.

Agy Req: \$0.2 M
Gov Rec: \$0.2 M
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

2. INFLATION ABOVE AUTHORIZED RATE – The Office of Financial Management does not use the second year of the current biennium as the base to forecast inflation for the ensuing biennium. They use an average of the two years in the current biennium. DOT requests additional inflation based on the costs of the second year of the current biennium.

Agy Req: \$0.1 M
Gov Rec: -0-
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

3. INFLATION – Provides for the standard inflation rates approved by the Office of Financial Management.

Agy Req: \$0.3 M
Gov Rec: \$0.3 M
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

4. SALES AND SERVICES TO OTHERS – The requests from local jurisdictions for WSDOT services and sales of materials and supplies have increased above current appropriation authority. WSDOT is reimbursed for all of the services, including the costs of WSDOT FTEs.

Agy Req: \$1.8 M
Gov Rec: \$1.8 M
STC Rec: \$1.8 M
HTC Rec: \$1.8 M
Con Rec: \$1.8 M
Enacted: \$1.8 M

5. MANAGEMENT FTE REDUCTION – The number of executive, administrative, and mid-management level FTEs was reduced by the Office of Financial Management.

Agy Req: -0-
Gov Rec: (\$0.1 M)
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

6. RENTAL PAYMENTS CAPITAL FACILITIES – With the approved program structure change, the Capital Facilities Program charges each WSDOT program a rental rate based on the cost of the needed facility or project.

**Department of Transportation
Sales & Services to Others**

Agy Req: \$0.05 M
Gov Rec: \$0.05 M
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

7. TRAVEL MANAGEMENT SAVINGS -- The Office of Financial Management has identified travel savings for all state agencies as a result of the new centralized travel functions at the department of general administration.

Agy Req: -0-
Gov Rec: (\$2,000)
STC Rec: (\$2,000)
HTC Rec: (\$2,000)
Con Rec: (\$2,000)
Enacted: (\$2,000)

**Department of Transportation
Transportation Management
Total Appropriated Funds
(Dollars in Thousands)**

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	36,942	36,942	36,942
1993-95			
CURRENT AUTHORIZED LEVEL	35,248	35,249	35,248
ERL ITEMS			
1. AUTOMATED TRAINING MGT. SYSTEM	132	132	0
2. DEPT INFORMATION SERVICES RATES	0	74	74
3. OPERATIONS ANALYSIS BRANCH SUPPORT	85	0	0
4. MEDICAL SURVEILLANCE	707	708	707
5. RISK MANAGEMENT	252	0	252
6. ADJUST SOURCE OF FUNDS	0	0	0
7. FINANCIAL SYSTEMS WORKLOAD	2,324	0	1,624
8. APPROVED PROGRAM STRUCTURE CHANGE	13,852	13,852	13,767
9. INFLATION ABOVE AUTHORIZED RATE	346	0	0
10. INFLATION	962	864	0
ESSENTIAL REQUIREMENTS LEVEL	53,908	50,879	51,672
POLICY ITEMS			
11. NEW SYSTEM DEVELOPMENT PROJECTS	4,750	4,750	2,000
12. RISK MANAGEMENT	0	252	0
13. DISTRICT 1 MARKETING PROGRAM	400	0	0
14. HIGH SCHOOL ENGINEERING OUTREACH	174	0	100
15. EMPLOYEE HEALTH, WELLNESS & SAFETY	1,546	782	0
16. FINANCIAL SYSTEMS WORKLOAD	0	1,024	0
17. AFFIRMATIVE ACTION/MINORITY SUPPORT	426	426	300
18. EMPLOYEE TRAINING PROGRAMS	308	0	0
19. DATA COMMUNICATIONS SERVICES	2,962	1,500	0
20. MANAGEMENT FTE REDUCTION	0	(1,366)	0
21. TORT DEFENSE ALLOCATION INCREASE	0	600	0
22. ADDITIONAL STAFF FOR MISC. DUTIES	229	0	0
23. RENTAL PAYMENTS CAPITAL FACILITIES	20	4	0
24. TRAVEL MANAGEMENT SAVINGS	0	(10)	(12)
25. PUBLIC PRIVATE PARTNERSHIPS	0	0	526
TOTAL 1993-95 BIENNIUM	64,723	58,841	54,586

Comments:

- | | |
|---|---|
| <p>1. AUTOMATED TRAINING MGMT SYSTEM – An increase is requested to provide operations and maintenance for the newly developed Automated Training Management System. Functions provided will include automated scheduling, registration and reporting related to employee training sessions.
Agy Req: \$0.1 M
Gov Rec: \$0.1 M
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–</p> | <p>2. DEPT INFORMATION SERVICES RATES – Department of Information Services (DIS) charges for information processing and telecommunications services are increased over the current biennium.
Agy Req: –0–
Gov Rec: \$0.07 M
STC Rec: \$0.07 M
HTC Rec: \$0.07 M
Con Rec: \$0.07 M
Enacted: \$0.07 M</p> |
| <p>3. OPERATIONS ANALYSIS BRANCH SUPPORT – Increased effort in employee suggestion and team work</p> | |

Department of Transportation Transportation Management

- incentive pay programs.
 Agy Req: \$0.8 M
 Gov Rec: -0-
 STC Rec: -0-
 HTC Rec: -0-
 Con Rec: -0-
 Enacted: -0-
4. **MEDICAL SURVEILLANCE** – The Occupational Safety and Health Administration (OSHA) requires WSDOT to provide training and Hepatitis B vaccinations to employees exposed to blood or sewage. This item will set up a computerized medical surveillance recordkeeping and follow-up program in the headquarters Safety Office for affected maintenance and marine employees.
 Agy Req: \$0.7 M
 Gov Rec: \$0.7 M
 STC Rec: \$0.7 M
 HTC Rec: \$0.7 M
 Con Rec: \$0.7 M
 Enacted: \$0.7 M
 5. **RISK MANAGEMENT** – WSDOT will emphasize an effective risk management program through more coordinated loss control efforts. Staff is requested to expand the current program and accelerate the investigations and defense against legal claims. The following full- and part-time positions are included: Risk Manager, Risk Analyst, Claims Representative, and clerical support.
 Agy Req: \$0.2 M
 Gov Rec: \$0.2 M
 STC Rec: \$0.2 M
 HTC Rec: \$0.2 M
 Con Rec: \$0.2 M
 Enacted: \$0.2 M
 6. **ADJUST SOURCE OF FUNDS** – This item reduces the state motor vehicle fund by \$0.7 M and increases other funds (Puget Sound Capital Construction, Puget Sound Ferry Operating Account and Transportation Fund) by a like amount.
 7. **FINANCIAL SYSTEMS WORKLOAD** – WSDOT is moving toward a fully integrated financial and managerial accounting information system. With the recent implementation of the Transportation Reporting and Accounting Information System (TRAINS), additional staff in each of the district offices is funded to support financial reporting.
 Agy Req: \$2.3 M
 Gov Rec: \$1.0 M
 STC Rec: \$1.6 M
 HTC Rec: \$1.6 M
 Con Rec: \$1.6 M
 Enacted: \$1.6 M
 8. **APPROVED PROGRAM STRUCTURE CHANGE** – Three program structure changes were approved by the Office of Financial Management for the 1993–95 Biennium. 1) A new subprogram was created to handle all the functions related to information technology and telecommunications. 2) The Capital Facilities Account is changed from an appropriated special revenue fund to an appropriated proprietary fund. In place of the biennial revenue transfer from the Motor Vehicle Fund, the Capital Facilities program will be supported by rental charges imposed on each WSDOT program. 3) The results of an internal construction overhead study is implemented that identifies overhead and indirect costs. These costs are distributed to each program based upon an allocation methodology developed by the study team.
 Agy Req: \$13.8 M
 Gov Rec: \$13.8 M
 STC Rec: \$13.7 M – eliminates capital facilities request
 HTC Rec: \$13.7 M
 Con Rec: \$13.7 M
 Enacted: \$13.7 M
 9. **INFLATION ABOVE AUTHORIZED RATE** – The Office of Financial Management does not use the second year of the current biennium as the base to forecast inflation for the ensuing biennium. They use an average of the two years in the current biennium. DOT requests additional inflation based on the costs of the second year of the current biennium.
 Agy Req: \$0.3 M
 Gov Rec: -0-
 STC Rec: -0-
 HTC Rec: -0-
 Con Rec: -0-
 Enacted: -0-
 10. **INFLATION** – Provides for the standard inflation rates approved by the Office of Financial Management (3.4 percent for fiscal 1994 and 3.5 percent for fiscal 1995)
 Agy Req: \$1.0 M
 Gov Rec: \$0.9 M
 STC Rec: -0-
 HTC Rec: -0-
 Con Rec: -0-
 Enacted: -0-
 11. **NEW SYSTEM DEVELOPMENT PROJECTS** – A list of 15 computer system projects has been prioritized and recommended by the WSDOT Executive Review Committee. Not all of the 15 projects can be completed in the 1993–95 Biennium, but efforts will be initiated up to the limit of the requested appropriation.
 Agy Req: \$4.7 M
 Gov Rec: \$4.7 M
 Sen Flr: \$2.0 M
 HTC Rec: \$3.0 M
 Con Rec: \$2.0 M
 Enacted: \$2.0 M
 13. **DISTRICT 1 MARKETING PROGRAM** – Provides marketing program to encourage additional HOV usage.
 Agy Req: \$0.4 M
 Gov Rec: -0-
 STC Rec: -0-
 HTC Rec: -0-
 Con Rec: -0-
 Enacted: -0-
 14. **HIGH SCHOOL ENGINEERING OUTREACH** – Based upon the success of a pilot project, WSDOT wants to provide engineering instruction to high school math and science instructors; mentoring of students; assistance in curriculum design; laboratory and field experiences for interested students; etc.
 Agy Req: \$0.2 M
 Gov Rec: -0-

Department of Transportation Transportation Management

STC Rec: \$0.1 M
 HTC Rec: \$0.1 M
 Con Rec: \$0.1 M
 Enacted: \$0.1 M

15. EMPLOYEE HEALTH, WELLNESS & SAFETY –

Several additional FTEs are requested to provide employee health, safety, and wellness services: six safety officers for the district offices, a safety officer in headquarters to specialize in industrial hygiene, and clerical help to maintain health and safety records.

Agy Req: \$1.5 M
 Gov Rec: \$0.8 M
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–

17. AFFIRMATIVE ACTION/MINORITY SUPPORT – Funds three positions to focus on employment counseling. Two will deal with the Department's minority recruitment efforts and the other position will be an Affirmative Action Officer to support the Equal Opportunity Program.

Agy Req: \$0.4 M
 Gov Rec: \$0.4 M
 STC Rec: \$0.3 M
 HTC Rec: \$0.3 M
 Con Rec: \$0.3 M
 Enacted: \$0.3 M

18. EMPLOYEE TRAINING PROGRAMS – Provides two FTEs to provide training to WSDOT's supervisors and managers in the areas of occupational safety and health; employee selection procedures; grievance dispute resolution, etc.

Agy Req: \$0.3 M
 Gov Rec: –0–
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–

19. DATA COMMUNICATIONS SERVICES – Several decision packages were combined to request improved or upgraded equipment and services related to data communications. WSDOT proposes to increase support for the Local Area Network (LAN) database, pay for continued growth of the network due to overall growth of the agency, and install an agencywide electronic mail system.

Agy Req: \$3.0 M
 Gov Rec: \$1.5 M
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–

20. MANAGEMENT FTE REDUCTION – The number of executive, administrative, and mid-management level FTEs was reduced by the Office of Financial Management.

Agy Req: –0–
 Gov Rec: (\$1.4 M)
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–

21. TORT DEFENSE ALLOCATION INCREASE – This item provides an increased tort defense allocation for the Attorney General's Office.

Agy Req: –0–
 Gov Rec: \$0.6 M
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–

22. ADDITIONAL STAFF FOR MISC. DUTIES – Provides two FTEs for support in the graphics section of the department which is experiencing backlogs of requests. Combines a second request for an additional FTE for clerical support for executive management.

Agy Req: \$0.2 M
 Gov Rec: –0–
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–

23. RENTAL PAYMENTS CAPITAL FACILITIES – With the approved program structure change, the Capital Facilities Program charges each WSDOT program a rental rate based on the cost of the needed facility or project.

Agy Req: \$20,000
 Gov Rec: \$4,000
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–

24. TRAVEL MANAGEMENT SAVINGS – The Office of Financial Management has identified travel savings for all state agencies as a result of the new centralized travel functions at the department of general administration.

Agy Req: –0–
 Gov Rec: (\$10,000)
 STC Rec: (\$12,000)
 HTC Rec: (\$12,000)
 Con Rec: (\$12,000)
 Enacted: (\$12,000)

25. PUBLIC PRIVATE PARTNERSHIPS – HB 1006 provides for new public-private initiatives through agreements with the private sector to undertake the funding and construction of state transportation projects. This request would fund one full time employee (and a part time clerk). \$300,000 of the request is for personal service contracts to cover consultant expenses for an evaluation of the project risks, to establish the rate of return, and to assist with contract negotiations.

Agy Req: –0–
 Gov Rec: –0–
 Sen Flr: –0–
 HTC Rec: \$0.5 M
 Con Rec: \$0.5 M
 Enacted: \$0.5 M

Department of Transportation
Transit Research & Intermodal Planning
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	58,994	58,994	58,994
1993-95			
CURRENT AUTHORIZED LEVEL	52,846	52,846	52,846
ERL ITEMS			
1. ADJUST SOURCE OF FUNDS	0	(2)	0
2. TRANSFER FEDERAL FUNDS FOR PLANNING	0	(2,544)	0
3. DATA AND PLANNING REQUIREMENTS	0	3,106	0
4. MAINTAIN/OPERATE INFORMATION SYSTEM	637	638	0
5. APPROVED PROGRAM STRUCTURE CHANGE	2,972	2,972	2,421
6. INFLATION ABOVE AUTHORIZED RATE	736	0	0
7. INFLATION	646	582	0
ESSENTIAL REQUIREMENTS LEVEL	57,837	57,598	55,267
POLICY ITEMS			
8. ISTE A REQUIREMENTS	2,806	0	0
9. URBAN MOBILITY OFFICE	646	646	400
10. APPROPRIATE NEW TRANSIT ACCOUNTS	25,900	26,550	26,000
11. VIDEO IMAGING	475	0	300
12. CROSS SOUND INVESTMENT PROGRAM	1,000	1,000	250
13. TRANSP O DEMAND MGMT/LOCAL-PRIVATE	3,000	0	0
14. AMERICANS DISABILITY ACT-LOCAL	5,000	0	0
15. AMTRAK STUDY & IMPROVEMENTS	31,239	31,002	31,000
16. RURAL MOBILITY	5,000	0	1,500
17. INTERMODAL FACILITIES PROJECTS	5,000	0	9,200
18. HIGH CAPACITY TRANSPORTATION	0	365,000	0
19. STATEWIDE COMPETITIVE PROGRAM	0	18,000	0
20. MANAGEMENT FTE REDUCTION	0	(966)	0
21. MANAGEMENT FTE REDUCTION SAVINGS	0	116	0
22. ADDITIONAL STAFF FOR MISC. DUTIES	259	0	0
23. HIGH CAPACITY TRANSIT ASSISTANCE	128	128	128
24. RENTAL PAYMENTS CAPITAL FACILITIES	124	112	0
25. TRAVEL MANAGEMENT SAVINGS	0	(14)	(13)
26. REVISED FORECAST	0	0	2,798
TOTAL 1993-95 BIENNIUM	138,414	499,172	126,830

Comments:

- ADJUST SOURCE OF FUNDS – Reduces Motor Vehicle Fund—State by \$.9 M and increases Motor Vehicle Fund—Federal and the Transportation Fund by a like amount.
- TRANSFER FEDERAL FUNDS FOR PLANNING – To meet federal data and planning requirements of the Intermodal Surface Transportation Efficiency Act (ISTEA), additional federal money was provided to Washington and is included in the Department's base budget request. A technical adjustment is made in this line to reflect the transfer of the necessary federal funds needed for the decision packages.
Agy Req: N/A

Gov Rec: N/A
STC Rec: transfer is not provided
HTC Rec: concur with Senate
Con Rec: concur with Senate
Enacted: concur with Senate

- DATA AND PLANNING REQUIREMENTS – The Office of Financial Management provides funding for the increased data and reporting requirements set forth in the 1991 Intermodal Surface Transportation Efficiency Act(ISTEA).
Agy Req: \$2.8 M(contained in item 8)
Gov Rec: \$3.1 M

Department of Transportation Transit Research & Intermodal Planning

STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

4. MAINTAIN/OPERATE INFORMATION SYSTEM – Several information systems implemented in 1991–93 will require an appropriation in 1993–95 for ongoing operations and maintenance including Transportation Information Planning and Support (TRIPS), Weigh In Motion (WIM), and Automatic Vehicle Classification (AVC).

Agy Req: \$0.6 M
Gov Rec: \$0.6 M
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

5. APPROVED PROGRAM STRUCTURE CHANGE – Three program structure changes were approved by the Office of Financial Management for the 1993–95 Biennium. 1) A new subprogram was created to handle all the functions related to information technology and telecommunications. 2) The Capital Facilities Account is changed from an appropriated special revenue fund to an appropriated proprietary fund. In place of the biennial revenue transfer from the Motor Vehicle Fund, the Capital Facilities program will be supported by rental charges imposed on each WSDOT program. 3) The results of an internal construction overhead study is implemented that identifies overhead and indirect costs. These costs are distributed to each program based upon an allocation methodology developed by the study team.

Agy Req: \$3.0 M
Gov Rec: \$3.0 M
STC Rec: \$2.4 M – eliminates capital facilities request
HTC Rec: \$2.4 M
Con Rec: \$2.4 M
Enacted: \$2.4 M

6. INFLATION ABOVE AUTHORIZED RATE – The Office of Financial Management does not use the second year of the current biennium as the base to forecast inflation for the ensuing biennium. They use an average of the two years in the current biennium. DOT requests additional inflation based on the costs of the second year of the current biennium.

Agy Req: \$0.7 M
Gov Rec: -0-
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

7. INFLATION – Provides for the standard inflation rates approved by the Office of Financial Management (3.4 percent for fiscal 1994 and 3.5 percent for fiscal 1995)

Agy Req: \$0.6 M
Gov Rec: \$0.6 M
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

8. ISTEA REQUIREMENTS – Sixteen sections of the Intermodal Surface Transportation Efficiency Act (ISTEA)

require additional effort in collecting, processing and analysis of data to determine and upgrade the performance of the total state transportation system. Examples include: intermodal management, congestion management, long range planning, air quality data and others. This request provides additional personnel to develop the systems, collect the data and provide the required reports to the Federal Highway Administration (FHWA). Additional federal money was provided to Washington and is included in the Department's base budget request. The 20 percent match requirement for this proposal is provided and the federal funding is taken from within the ERL base proposal.

Agy Req: \$2.8 M
Gov Rec: \$3.1 M (funded under item 3)
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

9. URBAN MOBILITY OFFICE – This budget item will add four additional staff in the Urban Mobility Office. One position will work with the Regional Transit Authority and the other three positions are for highway system and project planning in the urban Puget Sound area.

Agy Req: \$0.6 M
Gov Rec: \$0.6 M
STC Rec: \$0.4 M
HTC Rec: \$0.4 M
Con Rec: \$0.4 M
Enacted: \$0.4 M

10. APPROPRIATE NEW TRANSIT ACCOUNTS – SHB 2036 provides a process for distributing funds in the (1) High Capacity Transportation Account; (2) Central Puget Sound Public Transportation Account; and (3) the Public Transportation Systems Account. The latter two accounts, created in 1990, took effect in January 1993. The Department will provide administrative support for the Multimodal Transportation Programs and Projects Selection Committee which, subject to legislative appropriation and statutory restrictions on the uses of the accounts, will determine account allocations.

Agy Req: \$25.9 M
Gov Rec: \$26.5 M
Sen Flr: \$25.3 M
HTC Rec: \$26.0 M (includes \$21.1 for CPSTA, \$4.9 M for PTSA in policy and \$0.6 M CAL carry forward for PTSA)
Con Rec: \$26.0 M (revised forecast)
Enacted: \$26.0 M

11. VIDEO IMAGING – The entire state highway system is videologged every two years. This request would provide a transition to laser technology. It provides for equipment acquisition only.

Agy Req: \$0.5 M
Gov Rec: -0-
STC Rec: \$0.3 M
HTC Rec: \$0.3 M
Con Rec: \$0.3 M
Enacted: \$0.3 M

12. CROSS SOUND INVESTMENT PROGRAM – The Transportation Commission has directed the Department to proceed with a Cross Sound Transportation Investment Study

Department of Transportation Transit Research & Intermodal Planning

to determine the best long-term alternatives for cross traffic on the Puget Sound. This project task force, working with a consultant, is charged with ensuring consistency and coordination with regional planning efforts and to provide a public involvement process.

Agy Req: \$1.0 M
Gov Rec: \$1.0 M
STC Rec: -0-
HTC Rec: \$0.5 M
Con Rec: \$0.2 M
Enacted: \$0.2 M

13. **TRANSPO DEMAND MGMT/LOCAL-PRIVATE** – Provides grants and technical assistance to public and private transportation providers or employers.

Agy Req: \$3.0 M
Gov Rec: -0-
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

14. **AMERICANS DISABILITY ACT-LOCAL** – Provides capital assistance to small urban and rural public transportation providers to facilitate their compliance with the requirements of the Americans with Disabilities Act(ADA). Grants would be made on an 80 percent state 20 percent local basis.

Agy Req: \$5.0 M
Gov Rec: -0-
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

15. **AMTRAK STUDY & IMPROVEMENTS** – Additional federal funds are available for high speed rail if Washington is prepared with projects and matching funds. This request provides for rail crossing and track upgrades to improve service and travel time for existing rail services; operating subsidy for additional Amtrak service, and program administration.

Agy Req: \$31.2 M
Gov Rec: \$31.0 M
STC Rec: \$31.0 M
HTC Rec: \$31.0 M
Con Rec: \$31.0 M
Enacted: \$31.0 M

16. **RURAL MOBILITY** – Provides capital and operating grants to areas with no public transportation and to areas which are under-served by the public transportation they do have. Under-served areas are those with high unemployment and a weak tax base that would like to expand their public transportation services, but are unable to.

Agy Req: \$5.0 M
Gov Rec: -0-
STC Rec: -0-
HTC Rec: \$1.5 M
Con Rec: \$1.5 M
Enacted: \$1.5 M

17. **INTERMODAL FACILITIES PROJECTS** – The Department proposes to provide partial funding for the design and construction of amtrak depots and other passenger intermodal facilities.

Agy Req: \$5.0 M
Gov Rec: -0-
Sen Flr: \$5.0 M
HTC Rec: \$9.2 M
Con Rec: \$9.2 M
Enacted: \$9.2 M

18. **HIGH CAPACITY TRANSPORTATION** – The Governor's 1993 transportation revenue proposal imposes a retail sales tax on fuel dedicated to funding High Capacity Transportation systems (HCT). This appropriation uses some of the funds to start up the Regional Transit Project in Central Puget Sound and Vancouver MAX extension in Clark County. Funds not expended for HCT in the 1993-95 Biennium would be available for other critical transportation projects that have positive economic impact. A list of projects is being developed by WSDOT. (New legislation is required.)

Agy Req: -0-
Gov Rec: \$365.0 M
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

19. **STATEWIDE COMPETITIVE PROGRAM** – The 1993 transportation revenue proposal increases gas tax collections by one-half cent for a competitive grant program. A total of \$19 million will be available on a statewide competitive basis for any multimodal transportation project. (Legislation is required.)

Agy Req: -0-
Gov Rec: \$18.0 M
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

20. **MANAGEMENT FTE REDUCTION** – The number of executive, administrative, and mid-management level FTEs was reduced by the Office of Financial Management.

Agy Req: -0-
Gov Rec: (\$0.9 M)
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

21. **MANAGEMENT FTE REDUCTION SAVINGS** – The Office of Financial Management achieved salary and benefit savings from executive, administrative and mid-management level FTE reductions throughout the department.

Agy Req: -0-
Gov Rec: \$0.1 M
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

22. **ADDITIONAL STAFF FOR MISC. DUTIES** – Provides for miscellaneous staff.

Agy Req: \$0.2 M
Gov Rec: -0-
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

Department of Transportation Transit Research & Intermodal Planning

23. HIGH CAPACITY TRANSIT ASSISTANCE – An additional FTE, to be located in District 4 headquarters office, would work with Clark County on high capacity transit planning for the region.
- Agy Req: \$0.1 M
 - Gov Rec: \$0.1 M
 - STC Rec: –0–
 - HTC Rec: \$0.1 M
 - Con Rec: \$0.1 M
 - Enacted: \$0.1 M
24. RENTAL PAYMENTS CAPITAL FACILITIES – With the approved program structure change, the Capital Facilities Program charges each WSDOT program a rental rate based on the cost of the needed facility or project.
- Agy Req: \$0.1 M
 - Gov Rec: \$0.1 M
 - STC Rec: –0–
 - HTC Rec: –0–
 - Con Rec: –0–
 - Enacted: –0–
25. TRAVEL MANAGEMENT SAVINGS – The Office of Financial Management has identified travel savings for all state agencies as a result of the new centralized travel functions at the department of general administration.
- Agy Req: –0–
 - Gov Rec: (\$14,000)
 - STC Rec: (\$13,000)
 - HTC Rec: (\$13,000)
 - Con Rec: (\$13,000)
 - Enacted: (\$13,000)
26. REVISED FORECAST – Based upon the revised March forecast, an adjustment is made to bring the appropriation level up to available revenues. Allocation of the High Capacity Account is subject to change under SHB 2036 which creates a new Multimodal Transportation Programs and Projects Selection Committee.
- Agy Req: –0–(requested, but not formally submitted in the budget)
 - Gov Rec: –0–
 - STC Rec: –0–
 - HTC Rec: \$2.8 M(to bring total high capacity transportation account request to \$17.5 M)
 - Con Rec: \$2.8 M(The total HCTA appropriation of \$17.5 M contains partial funding for WSDOT's administrative costs associated with the multimodal committee.)
 - Enacted: \$2.8 M

Department of Transportation
Transit Research & Intermodal Planning—Cap
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991–93 ESTIMATED EXPENDITURES	5,800	5,800	5,800
1993–95			
CURRENT AUTHORIZED LEVEL	0	0	0
ERL ITEMS			
1. ADD 1993–95 CONSTRUCTION PROJECTS	2,100	0	2,100
ESSENTIAL REQUIREMENTS LEVEL	2,100	0	2,100
POLICY ITEMS			
2. ESSENTIAL RAIL ASSISTANCE	0	1,000	0
3. ESSENTIAL RAIL BANKING	0	1,100	0
4. MANAGEMENT FTE REDUCTION SAVINGS	0	994	0
TOTAL 1993–95 BIENNIUM	2,100	3,094	2,100

Comments:

1. ADD 1993–95 CONSTRUCTION PROJECTS – Provides funding to continue the essential rail banking and essential rail assistance account programs.
Agy Req: \$2.1 M(dedicated rail accounts in GF)
Gov Rec: \$2.1 M(Transportation Fund)
STC Rec: \$2.1 M(dedicated rail accounts in GF)
HTC Rec: \$2.1 M(dedicated rail accounts in GF)
Con Rec: \$2.1 M(dedicated rail accounts in GF—this is a reappropriation)
Enacted: \$2.1 M(dedicated rail accounts in GF)

4. MANAGEMENT FTE REDUCTION SAVINGS – The Office of Financial Management achieved salary and benefit savings from executive, administrative and mid–management level FTE reductions throughout the department.
Agy Req: –0–
Gov Rec: \$1.0 M
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–

**Department of Transportation
Charges from Other Agencies
Total Appropriated Funds
(Dollars in Thousands)**

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	21,438	21,438	21,438
1993-95			
CURRENT AUTHORIZED LEVEL	21,438	21,438	21,438
ERL ITEMS			
1. ARCHIVES	0	(44)	0
2. ATTORNEY GENERAL	0	(400)	0
3. AUDIT SERVICES	0	(30)	0
4. FACILITIES AND SERVICES	0	524	0
5. SELF-INSURANCE PREMIUMS	0	8,978	0
ESSENTIAL REQUIREMENTS LEVEL	21,438	30,466	21,438
POLICY ITEMS			
6. GENERAL ADMIN. CAPITAL PROJECTS	0	1,704	1,704
7. INTERAGENCY BILLINGS	0	1,214	8,982
TOTAL 1993-95 BIENNIUM	21,438	33,384	32,124

Comments:

NOTE: Rates charged by other agencies are determined by the Office of Financial Management. WSDOT, like all other state agencies, must pay these charges. Current 1991-93 expenditures charged to WSDOT are 64.5 percent higher than they were in 1989-91. 1993-95 proposed expenditures are 35.7 percent higher than 1991-93 levels.

The Governor vetoed the line item appropriation for revolving fund charges.

- 6. GENERAL ADMIN. CAPITAL PROJECTS – The Department of General Administration will complete several planned preservation projects on the WSDOT Olympia Headquarters building and also undertake maintenance work on the WSDOT/Plaza Parking Garage.

- Agy Req: -0-
- Gov Rec: \$1.7 M
- STC Rec: \$1.7 M
- HTC Rec: \$1.7 M
- Con Rec: \$1.7 M
- Enacted: \$1.7 M

- 7. INTERAGENCY BILLINGS – Provides for revised billing estimates.

- Agy Req: -0-
- Gov Rec: \$1.2 M
- STC Rec: \$8.9 M (provided to reach Gov. proposed 1993-95 level, less 12 percent)
- HTC Rec: \$8.9 M
- Con Rec: \$8.9 M
- Enacted: \$8.9 M

Department of Transportation
Marine Transportation – Capital
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	134,044	134,044	134,044
1993-95			
CURRENT AUTHORIZED LEVEL	0	0	0
ERL ITEMS			
1. ADD 93-95 VESSEL/TERMINAL PROJECTS	133,938	133,938	246,541
2. APPROVED PROGRAM STRUCTURE CHANGE	(28)	(30)	(28)
3. 1991-93 PROGRAM CARRY FORWARD	0	0	(91,233)
ESSENTIAL REQUIREMENTS LEVEL	133,910	133,908	155,280
POLICY ITEMS			
4. JUMBO MARK II VESSEL CONSTRUCTION	109,958	109,958	112,603
5. MANAGEMENT FTE REDUCTION	0	(362)	0
6. MANAGEMENT FTE REDUCTION SAVINGS	0	36	0
7. TRAVEL MANAGEMENT SAVINGS	0	(2)	0
8. PARK AND RIDE FACILITY	0	0	1,000
9. SB 5166 – DOT REFUNDING REV BONDS	0	0	100
TOTAL 1993-95 BIENNIUM	243,868	243,538	268,983

Comments:

1. ADD 93-95 VESSEL/TERMINAL PROJECTS – A list of the vessel and terminal projects is available upon request.
Agy Req: \$133.9 M
Gov Rec: \$133.9 M
STC Rec: \$246.5 M
HTC Rec: \$246.5 M
Con Rec: \$246.5 M
Enacted: \$246.5 M

Gov Rec: -0-
STC Rec: (\$91.2) M
HTC Rec: (\$91.2) M
Con Rec: (\$91.2) M
Enacted: (\$91.2) M

2. APPROVED PROGRAM STRUCTURE CHANGE – Three program structure changes were approved by the Office of Financial Management for the 1993-95 Biennium. 1) A new subprogram was created to handle all the functions related to information technology and telecommunications. 2) The Capital Facilities Account is changed from an appropriated special revenue fund to an appropriated proprietary fund. In place of the biennial revenue transfer from the Motor Vehicle Fund, the Capital Facilities program will be supported by rental charges imposed on each WSDOT program. 3) The results of an internal construction overhead study is implemented that identifies overhead and indirect costs. These costs are distributed to each program based upon an allocation methodology developed by the study team.
Agy Req: (\$.03 M)
Gov Rec: (\$.03 M)
STC Rec: (\$.03 M)
HTC Rec: (\$.03 M)
Con Rec: (\$.03 M)
Enacted: (\$.03 M)

3. 1991-93 PROGRAM CARRY FORWARD – Provides for carryforward of 1991-93 projects into 1993-95.
Agy Req: -0-

4. JUMBO MARK II VESSEL CONSTRUCTION – As directed by the 1992 Legislature, the Marine Division began design on the Jumbo Mark II vessel. In order to meet the delivery schedule of one Jumbo vessel each summer beginning in 1995, long lead time propulsion components are being purchased in the 1991-93 Biennium. This item extends appropriation authority and authorizes bond sales to construct three Jumbo Mark II vessels, two of which have approval by the Transportation Commission.
Agy Req: \$109.9 M
Gov Rec: \$109.9 M
STC Rec: \$112.6 M
HTC Rec: \$112.6 M
Con Rec: \$112.6 M
Enacted: \$112.6 M

5. MANAGEMENT FTE REDUCTION – The OFM reduces the number of executive, administrative, and mid-management level FTEs consistent with efficiency and streamlining actions being taken by other agencies.
Agy Req: -0-
Gov Rec: (\$0.4 M)
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

Department of Transportation Marine Transportation – Capital

6. MANAGEMENT FTE REDUCTION SAVINGS – OFM

Salary and benefit savings from executive, administrative and mid-management level FTE reductions throughout the Department are applied to federal highway preservation projects and the required ISTEA system development.

Agy Req: -0-
Gov Rec: \$0.04 M
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

7. TRAVEL MANAGEMENT SAVINGS – The Office of

Financial Management has identified travel savings for all state agencies as a result of the new centralized travel functions at the department of general administration.

Agy Req: -0-
Gov Rec: (\$.002 M)
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

8. PARK AND RIDE FACILITY – A park and ride facility is requested to support the Kingston/Seattle passenger-only program.

Agy Req: -0-
Gov Rec: -0-
STC Rec: -0-
HTC Rec: \$1.0 M
Con Rec: \$1.0 M
Enacted: \$1.0 M

Department of Transportation
Marine Transportation
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	212,980	212,980	212,980
1993-95			
CURRENT AUTHORIZED LEVEL	215,862	215,862	215,862
ERL ITEMS			
1. TERMINAL SAFETY AND MANAGEMENT	1,014	1,014	1,014
2. CONTRACT MAINTENANCE FOR NEW SLIPS	196	196	196
3. VESSEL MAINTENANCE	2,427	2,428	2,195
4. MARINE DIVISION SUPPORT STAFF	72	72	72
5. INCREASED WAREHOUSE SPACE	57	56	57
6. INCREASED SIDNEY TAX ASSESSMENT	75	76	75
7. UTILITIES INCREASED COSTS	187	188	187
8. HIGHER HOURLY RATE FOR POLICE	289	290	289
9. APPROVED PROGRAM STRUCTURE CHANGE	(192)	(194)	(192)
10. INFLATION ABOVE AUTHORIZED RATE	1,184	0	0
11. INFLATION	5,686	3,200	3,199
ESSENTIAL REQUIREMENTS LEVEL	226,857	223,188	222,954
POLICY ITEMS			
12. COAST GUARD VESSEL INSPECTION COSTS	259	0	0
13. ADDL HR/LEVEL OF SERVICE TO ROUTES	8,741	8,742	8,517
14. AUTOMATED VENDING MACHINES	694	694	0
15. TERMINAL MANAGEMENT AND SAFETY	4,155	4,154	3,225
16. INCREASED OFFICE RENTAL	122	122	122
17. POLICE SUPPORT	659	660	659
18. UPGRADE ASST ENGINEER TO CHIEF ENG	140	140	0
19. TRAFFIC & TERMINAL AGENT CONTRACTS	197	196	197
20. MANAGEMENT FTE REDUCTION	0	(364)	0
21. FUEL INFLATION ABOVE APPROVED RATE	0	2,244	425
22. INFORMATION SYSTEMS & COMPUTERS	672	672	482
23. ADDITIONAL STAFF FOR MISC. DUTIES	1,314	1,314	484
24. CUSTOMER SERVICE TRAINING & PERSONN	1,446	0	0
25. RENTAL PAYMENTS CAPITAL FACILITIES	10	8	0
26. TRAVEL MANAGEMENT SAVINGS	0	(6)	(6)
27. OFF. OF MARINE SAFTY & MARITIME CO	0	0	500
TOTAL 1993-95 BIENNIUM	245,266	241,764	237,559

Comments:

1. TERMINAL SAFETY AND MANAGEMENT – Funds are requested to upgrade terminal management and safety. The requests include additional traffic attendants, ticket sellers, terminal agents, overhead loading, a night watch person, deck hands and a transfer of terminal equipment into the Transportation Equipment Fund (TEF).
Agy Req: \$1.0 M
Gov Rec: \$1.0 M
STC Rec: \$1.0 M
HTC Rec: \$1.0 M
Con Rec: \$1.0 M
Enacted: \$1.0 M
2. CONTRACT MAINTENANCE FOR NEW SLIPS – The number of ferry slips has increased from 41 to 43 and will increase to 46 when the passenger only slips at Kingston, Southworth and Seattle come on line. This request covers the increased contract maintenance for the slips.
Agy Req: \$0.2 M
Gov Rec: \$0.2 M
STC Rec: \$0.2 M
HTC Rec: \$0.2 M
Con Rec: \$0.2 M
Enacted: \$0.2 M

Department of Transportation Marine Transportation

3. **VESSEL MAINTENANCE** – Due to increased safety regulations from Safety of Life at Sea (SOLAS) and the Department of Labor and Industries (L&I), additional FTEs are necessary to maintain the current level of Eagle Harbor repair support and asbestos removal.
 Agy Req: \$2.4 M
 Gov Rec: \$2.4 M
 STC Rec: \$2.2 M – Did not fund additional FTEs for asbestos removal.
 HTC Rec: \$2.2 M
 Con Rec: \$2.2 M
 Enacted: \$2.2 M
4. **MARINE DIVISION SUPPORT STAFF** – Two requests are combined in this item. 1) A personnel assistant is requested to provide full time data entry of employee health care records as a result of the bargaining unit's decision to join the State's health care plan. Current staff cannot handle the paperwork of the additional 1200 employees now covered by Washington's medical benefit plans. 2) The radio repair technician will be transferred from the Transportation Equipment Fund (TEF) into the Marine Division to give the Ferry System more control over the management of radio repairs.
 Agy Req: \$0.07 M
 Gov Rec: \$0.07 M
 STC Rec: \$0.07 M
 HTC Rec: \$0.07 M
 Con Rec: \$0.07 M
 Enacted: \$0.07 M
5. **INCREASED WAREHOUSE SPACE** – The Washington Ferry System lost their lease for warehouse space at Boeing Field. At the same time, demand for warehouse storage space required a larger facility. The new space acquired has higher lease costs.
 Agy Req: \$0.06 M
 Gov Rec: \$0.06 M
 STC Rec: \$0.06 M
 HTC Rec: \$0.06 M
 Con Rec: \$0.06 M
 Enacted: \$0.06 M
6. **INCREASED SIDNEY TAX ASSESSMENT** – This item provides additional funds to support tax assessments. The terminal assessment at Sidney, B.C. has increased 400 percent over previous years.
 Agy Req: \$0.07 M
 Gov Rec: \$0.07 M
 STC Rec: \$0.07 M
 HTC Rec: \$0.07 M
 Con Rec: \$0.07 M
 Enacted: \$0.07 M
7. **UTILITIES INCREASED COSTS** – Expanded and new facilities have resulted in increased utility costs for power, water and sewage.
 Agy Req: \$0.2 M
 Gov Rec: \$0.2 M
 STC Rec: \$0.2 M
 HTC Rec: \$0.2 M
 Con Rec: \$0.2 M
 Enacted: \$0.2 M
8. **HIGHER HOURLY RATE FOR POLICE** – There is a mandatory hourly rate increase to support contracted police services as the result of an Internal Revenue Service (IRS) ruling. The findings were that police officers contracting with the Ferry System worked enough hours to qualify for the state's benefit package. To address the IRS ruling, the Ferry System is contracting with municipalities to pay salaries and meet benefit requirements through municipal payroll systems.
 Agy Req: \$0.3 M
 Gov Rec: \$0.3 M
 STC Rec: \$0.3 M
 HTC Rec: \$0.3 M
 Con Rec: \$0.3 M
 Enacted: \$0.3 M
9. **APPROVED PROGRAM STRUCTURE CHANGE** – Three program structure changes were approved by the Office of Financial Management for the 1993–95 Biennium. 1) A new subprogram was created to handle all the functions related to information technology and telecommunications. 2) The Capital Facilities Account is changed from an appropriated special revenue fund to an appropriated proprietary fund. In place of the biennial revenue transfer from the Motor Vehicle Fund, the Capital Facilities program will be supported by rental charges imposed on each WSDOT program. 3) The results of an internal construction overhead study is implemented that identifies overhead and indirect costs. These costs are distributed to each program based upon an allocation methodology developed by the study team.
 Agy Req: (\$0.2 M)
 Gov Rec: (\$0.2 M)
 STC Rec: (\$0.2 M)
 HTC Rec: (\$0.2 M)
 Con Rec: (\$0.2 M)
 Enacted: (\$0.2 M)
10. **INFLATION ABOVE AUTHORIZED RATE** – The Office of Financial Management does not use the second year of the current biennium as the base to forecast inflation for the ensuing biennium. They use an average of the two years in the current biennium. DOT requests additional inflation based on the costs of the second year of the current biennium.
 Agy Req: \$1.2 M
 Gov Rec: –0–
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
11. **INFLATION** – Provides for the standard inflation rates approved by the Office of Financial Management.
 Agy Req: \$5.7 M
 Gov Rec: \$3.2 M
 STC Rec: \$3.2 M
 HTC Rec: \$3.2 M
 Con Rec: \$3.2 M
 Enacted: \$3.2 M
12. **COAST GUARD VESSEL INSPECTION COSTS** – Beginning July 1, 1993 the U.S. Coast guard may begin charging an annual fee to cover all inspections of the fleet.
 Agy Req: \$0.2 M
 Gov Rec: –0–
 STC Rec: –0–

Department of Transportation Marine Transportation

- HTC Rec: -0-
Con Rec: -0-
Enacted: -0-
13. ADDL HR/LEVEL OF SERVICE TO ROUTES – Additional hours or days of service are proposed for the following routes: Seattle–Bremerton Auto Ferry; Fauntleroy–Vashon–Southworth; Edmonds–Kingston; Point Defiance–Tahlequah; and Port Townsend–Keystone.
Agy Req: \$8.7 M
Gov Rec: \$8.7 M
STC Rec: \$8.5 M
HTC Rec: \$8.5 M
Con Rec: \$8.5 M
Enacted: \$8.5 M
 14. AUTOMATED VENDING MACHINES – The Washington Ferry System will convert to automated vending machines to provide walk-on passengers an efficient and quicker means of ticket sales. The capital budget includes funds to purchase 53 vending machines. This request covers operating and maintenance costs such as tickets, phone lines, power, and armored courier service. In addition, specialized maintenance technicians will be available 24 hours per day.
Agy Req: \$0.7 M
Gov Rec: \$0.7 M
STC Rec: -0- (Delay until additional passenger only service is implemented and hardware/software problems are resolved.)
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-
 15. TERMINAL MANAGEMENT AND SAFETY – Funds are requested to upgrade terminal management and safety including additional traffic attendants, ticket sellers, terminal agents, overhead loading, a night watch person, deck hands, and a transfer of terminal equipment into the Transportation Equipment Fund (TEF).
Agy Req: \$4.1 M
Gov Rec: \$4.1 M
STC Rec: \$3.2 M
HTC Rec: \$3.2 M
Con Rec: \$3.2 M
Enacted: \$3.2 M
 16. INCREASED OFFICE RENTAL – Positions approved in the 1991–93 Biennium and recent reorganizations of staff required additional office space that could not be accommodated in the Colman Building. This item covers the incremental increased operating and leased costs for office space added in the 1991–93 Biennium.
Agy Req: \$0.1 M
Gov Rec: \$0.1 M
STC Rec: \$0.1 M
HTC Rec: \$0.1 M
Con Rec: \$0.1 M
Enacted: \$0.1 M
 17. POLICE SUPPORT – Additional police traffic control will allow Washington State Ferries to maintain order in ferry queues. In addition, a pilot project is proposed for the Washington State Patrol to provide traffic control and security for Southworth and Kingston weekend routes as well as nighttime and weekend sailings for Seattle–Bainbridge and Seattle–Bremerton.
Agy Req: \$0.7 M
Gov Rec: \$0.7 M
STC Rec: \$0.7 M
HTC Rec: \$0.7 M
Con Rec: \$0.7 M
Enacted: \$0.7 M
 18. UPGRADE ASST ENGINEER TO CHIEF ENG – High turnover of Assistant Engineers on the passenger-only vessels has caused difficulties in providing an effective maintenance program for the boats. It is proposed that the Assistant Engineers be upgraded to Chief Engineers to attract and establish a more stable and capable work force. This request provides funds for higher staff costs and will affect three positions.
Agy Req: \$0.1 M
Gov Rec: \$0.1 M
STC Rec: -0- (Delay until additional passenger only service is implemented.)
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-
 19. TRAFFIC & TERMINAL AGENT CONTRACTS – The current contracts with local vendors providing terminal and traffic control have not been adequate to meet the demand for services. This item will add staff to support sales, manage traffic, and operate the terminal facilities at Friday Harbor, Orcas Island, and Lopez Island.
Agy Req: \$0.2 M
Gov Rec: \$0.2 M
STC Rec: \$0.2 M
HTC Rec: \$0.2 M
Con Rec: \$0.2 M
Enacted: \$0.2 M
 20. MANAGEMENT FTE REDUCTION – The number of executive, administrative, and mid-management level FTEs is reduced by OFM, consistent with efficiency and streamlining actions being taken by other agencies.
Agy Req: -0-
Gov Rec: (\$0.4)
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-
 21. FUEL INFLATION ABOVE APPROVED RATE – The inflation rate for fuel is higher than the approved OFM inflation rates. This item funds the incremental difference between the two rates.
Agy Req: -0-
Gov Rec: \$2.2 M
STC Rec: \$0.4 M (Based on new assumptions.)
HTC Rec: \$0.4 M
Con Rec: \$0.4 M
Enacted: \$0.4 M
 22. INFORMATION SYSTEMS & COMPUTERS – Three system development items are combined: (1) An enhanced Labor/Payroll system is funded to simplify pay and verify overtime, (2) an enhanced Marine Maintenance System is

Department of Transportation Marine Transportation

funded to track and report material and labor expenditures for marine maintenance projects, (3) a Marine Operational Support System (MOSS) will automate traffic data and provide user reports.

Agy Req: \$0.7 M
 Gov Rec: \$0.7 M
 STC Rec: \$0.5 M Technical correction (reduce optional programming hours).
 HTC Rec: \$0.5 M
 Con Rec: \$0.5 M
 Enacted: \$0.5 M

23. **ADDITIONAL STAFF FOR MISC. DUTIES** – With the increased number of routes and service level adjustments, additional staff is needed to cover the workload. Several additional employees are requested for various duties in the ferry system including safety officers, a crew dispatcher, telecommunications system specialist, data entry operator, customer information clerk, office assistant, and an oiler to work the night shift. In addition, communications equipment for the radio repair technician is provided.
- Agy Req: \$1.3 M
 Gov Rec: \$1.3 M
 STC Rec: \$0.5 M
 HTC Rec: \$0.5 M
 Con Rec: \$0.5 M
 Enacted: \$0.5 M
24. **CUSTOMER SERVICE TRAINING & PERSONN** – Washington State Ferries proposes actively supporting ADA requirements, encouraging carpooling, assisting travellers, and troubleshooting customer issues by providing customer services training to fleet and terminal personnel, adding information specialists at multi-destination terminals, and hiring ombudsmen.
- Agy Req: \$1.4 M
 Gov Rec: –0–
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
25. **RENTAL PAYMENTS CAPITAL FACILITIES** – With the approved program structure change, the Capital Facilities Program charges each WSDOT program a rental rate based on the cost of the needed facility or project.
- Agy Req: \$0.01 M
 Gov Rec: \$0.01 M
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
26. **TRAVEL MANAGEMENT SAVINGS** – The Office of Financial Management has identified travel savings for all state agencies as a result of the new centralized travel functions at the department of general administration.
- Agy Req: –0–
 Gov Rec: (\$6,000)
 STC Rec: (\$6,000)
 HTC Rec: (\$6,000)
 Con Rec: (\$6,000)
 Enacted: (\$6,000)

27. **OFF. OF MARINE SAFTY & MARITIME CO** – The Office of Marine Safety and the Maritime Commission provide oversight of the Marine division to insure compliance with oil spill contingency and prevention plans. Does not fund an additional FTE for the Office of Marine safety.
- Agy Req: –0–
 Gov Rec: –0–
 STC Rec: \$0.2 M
 HTC Rec: \$0.2 M
 Con Rec: \$0.5 M
 Enacted: \$0.5 M

**Department of Transportation
Local Programs – Capital
Total Appropriated Funds
(Dollars in Thousands)**

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991–93 ESTIMATED EXPENDITURES	108,844	108,844	108,844
1993–95			
CURRENT AUTHORIZED LEVEL	0	0	0
ERL ITEMS			
1. FEDERAL DEMONSTRATION PROJECTS	7,344	0	0
2. APPROVED PROGRAM STRUCTURE CHANGE	132	134	0
3. ADD 1993–95 CONSTRUCTION PROJECTS	159,402	159,402	159,402
ESSENTIAL REQUIREMENTS LEVEL	166,878	159,536	159,402
POLICY ITEMS			
4. FEDERAL DEMONSTRATION PROJECTS	0	7,344	7,344
5. LOCAL MATCH FOR FEDERAL PROJECTS	3,282	(1,660)	0
6. RURAL FREIGHT MOBILITY GRANT PROG.	0	19,000	0
7. MANAGEMENT FTE REDUCTION	0	(242)	0
8. RENTAL PAYMENTS CAPITAL FACILITIES	32	32	0
9. REAPPROPRIATION FOR HOMEPORT	0	0	1,200
10. FEDERAL FUND TRANSFER	0	0	(1,660)
TOTAL 1993–95 BIENNIUM	170,192	184,010	166,286

Comments:

2. APPROVED PROGRAM STRUCTURE CHANGE – Three program structure changes were approved by the Office of Financial Management for the 1993–95 Biennium. 1) A new subprogram was created to handle all the functions related to information technology and telecommunications. 2) The Capital Facilities Account is changed from an appropriated special revenue fund to an appropriated proprietary fund. In place of the biennial revenue transfer from the Motor Vehicle Fund, the Capital Facilities program will be supported by rental charges imposed on each WSDOT program. 3) The results of an internal construction overhead study is implemented that identifies overhead and indirect costs. These costs are distributed to each program based upon an allocation methodology developed by the study team.
 Agy Req: \$132,000
 Gov Rec: \$134,000
 STC Rec: –0– eliminates capital facilities request
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
3. ADD 1993–95 CONSTRUCTION PROJECTS – The Department's base construction program is built each biennium upon a list of proposed projects submitted by the local governments. Most of this program is federal pass through funding.
 Agy Req: \$159.4 M
 Gov Rec: \$159.4 M
 STC Rec: \$159.4 M
 HTC Rec: \$159.4 M
 Con Rec: \$159.4 M
 Enacted: \$159.4 M
4. FEDERAL DEMONSTRATION PROJECTS – Ten demonstration projects, budgeted in four WSDOT programs, are authorized in ISTEA. The Governor recommends that a \$25 million bond authorization be granted to cover the state match requirements for all ten projects. Local agencies will be the lead for the following projects: Hauser Way in Renton and Bryden Canyon in Asotin County.
 Agy Req: \$7.3 M (IN ERL)
 Gov Rec: \$7.3 M
 STC Rec: \$7.3 M
 HTC Rec: \$7.3 M
 Con Rec: \$7.3 M
 Enacted: \$7.3 M
6. RURAL FREIGHT MOBILITY GRANT PROG. – The Governor's 1993 transportation revenue proposal dedicates one half cent to a rural freight mobility grant program. Local and state roads, frequently closed during spring thaw, are eligible for funding. This will provide funds to upgrade the roads to an all weather standard helping the economy in the local areas. WSDOT will administer the program. (New legislation is required.)
 Agy Req: –0–
 Gov Rec: \$19.0 M
 STC Rec: –0–
 HTC Rec: –0–
 Con Rec: –0–
 Enacted: –0–
7. MANAGEMENT FTE REDUCTION – The number of executive, administrative, and mid–management level FTEs

Department of Transportation Local Programs – Capital

was reduced by the Office of Financial Management.

Agy Req: -0-
Gov Rec: (\$0.2 M)
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

8. RENTAL PAYMENTS CAPITAL FACILITIES – With the approved program structure change, the Capital Facilities Program charges each WSDOT program a rental rate based on the cost of the needed facility or project.

Agy Req: \$32,000
Gov Rec: \$32,000
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-

9. REAPPROPRIATION FOR HOMEPORT – Provides a reappropriation for work begun in 1991–93 which will be completed in 1993–95.

Agy Req: not formally transmitted in original budget request
Gov Rec: -0-
STC Rec: -0-
HTC Rec: \$1.2 M
Con Rec: \$1.2 M
Enacted: \$1.2 M

10. FEDERAL FUND TRANSFER – Federal receipts are transferred from Program Z Capital to Program Z Operating to be used as matching funds for operating projects that qualify for federal funding.

(See Program Z Operating – Item 11 for corresponding transfer.)

Agy Req: -0-
Gov Rec: -0-
STC Rec: (\$1.6 M)
HTC Rec: (\$1.6 M)
Con Rec: (\$1.6 M)
Enacted: (\$1.6 M)

**Department of Transportation
Local Programs – Operating
Total Appropriated Funds
(Dollars in Thousands)**

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991–93 ESTIMATED EXPENDITURES	11,500	11,500	11,500
1993–95			
CURRENT AUTHORIZED LEVEL	8,036	8,037	8,036
ERL ITEMS			
1. APPROVED PROGRAM STRUCTURE CHANGE	104	104	0
2. INFLATION ABOVE AUTHORIZED RATE	98	0	0
3. INFLATION	49	46	0
ESSENTIAL REQUIREMENTS LEVEL	8,287	8,187	8,036
POLICY ITEMS			
4. BRIDGE INSPECTION PROGRAM	426	426	426
5. ISTEА REQUIREMENTS	1,227	1,228	1,227
6. MANAGEMENT FTE REDUCTION	0	(304)	0
7. ASSISTANCE TO LOCAL ENTITIES	1,718	1,660	0
8. COST RESPONSIBILITY STUDY	0	4,000	0
9. RENTAL PAYMENTS CAPITAL FACILITIES	26	24	0
10. TRAVEL MANAGEMENT SAVINGS	0	(2)	(2)
11. FEDERAL FUND TRANSFER	0	0	1,660
TOTAL 1993–95 BIENNIUM	11,684	15,219	11,347

Comments:

- 1. APPROVED PROGRAM STRUCTURE CHANGE –** Three program structure changes were approved by the Office of Financial Management for the 1993–95 Biennium. 1) A new subprogram was created to handle all the functions related to information technology and telecommunications. 2) The Capital Facilities Account is changed from an appropriated special revenue fund to an appropriated proprietary fund. In place of the biennial revenue transfer from the Motor Vehicle Fund, the Capital Facilities program will be supported by rental charges imposed on each WSDOT program. 3) The results of an internal construction overhead study is implemented that identifies overhead and indirect costs. These costs are distributed to each program based upon an allocation methodology developed by the study team.

Agy Req: \$104,000
Gov Rec: \$104,000
STC Rec: –0– eliminates capital facilities request
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
- 2. INFLATION ABOVE AUTHORIZED RATE –** The Office of Financial Management does not use the second year of the current biennium as the base to forecast inflation for the ensuing biennium. They use an average of the two years in the current biennium. DOT requests additional inflation based on the costs of the second year of the current biennium.

Agy Req: \$98,000
Gov Rec: –0–
STC Rec: –0–
- 3. INFLATION –** Provides for the standard inflation rates approved by the Office of Financial Management.

Agy Req: \$49,000
Gov Rec: \$46,000
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
- 4. BRIDGE INSPECTION PROGRAM –** To maintain compliance with the National Bridge Inspection Standards, routine safety inspections are accelerated to include: (1) load ratings, (2) scour (underwater deterioration), and (3) sign supports. Routine inspections are now required every two years and underwater inspections every five years. Failure to comply could result in loss of federal funds. This budget item continues the present program and increases the work effort to accommodate the additional federal requirements.

Agy Req: \$0.4 M
Gov Rec: \$0.4 M
STC Rec: \$0.4 M
HTC Rec: \$0.4 M
Con Rec: \$0.4 M
Enacted: \$0.4 M

Department of Transportation Local Programs – Operating

5. **ISTEA REQUIREMENTS** – Adds 10 FTEs to carry out new and expanded programs related to ISTEA, including the new transportation enhancements grant program, a new bridge management system, expansion of the rural technical assistance program, and additional responsibilities in administering federal aid projects.
- Agy Req: \$1.2 M (\$0.9 M Federal, \$0.3 M State)
Gov Rec: \$1.2 M
STC Rec: –0–
HTC Rec: \$1.2 M
Con Rec: \$1.2 M
Enacted: \$1.2 M
- Gov Rec: (\$2,000)
STC Rec: (\$2,000)
HTC Rec: (\$2,000)
Con Rec: (\$2,000)
Enacted: (\$2,000)
6. **MANAGEMENT FTE REDUCTION** – The number of executive, administrative, and mid-management level FTEs was reduced by the Office of Financial Management.
- Agy Req: –0–
Gov Rec: (\$0.3 M)
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
7. **ASSISTANCE TO LOCAL ENTITIES** – Provides the operating support (\$58,000) needed to execute the grant program in Program Z Capital (Item 5) to assist small cities to carry out projects that are extensions of county and state projects adjacent to city boundaries.
- Agy Req: \$1.7 M (includes item 11 and operating support)
Gov Rec: \$1.7 M (includes item 11, eliminates operating support)
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
8. **COST RESPONSIBILITY STUDY** – This item funds the completion of the Cost Responsibility Study and other studies from the Motor Vehicle gas tax collections that are dedicated to studies. The balance of the funds collected will be returned to the cities and counties.
- Agy Req: –0–
Gov Rec: \$4.0 M
STC Rec: \$1.0 M
HTC Rec: \$1.0 M
Con Rec: –0–
Enacted: –0–
9. **RENTAL PAYMENTS CAPITAL FACILITIES** – With the approved program structure change, the Capital Facilities Program charges each WSDOT program a rental rate based on the cost of the needed facility or project.
- Agy Req: \$0.02 M
Gov Rec: \$0.02 M
STC Rec: –0–
HTC Rec: –0–
Con Rec: –0–
Enacted: –0–
10. **TRAVEL MANAGEMENT SAVINGS** – The Office of Financial Management has identified travel savings for all state agencies as a result of the new centralized travel functions at the department of general administration.
- Agy Req: –0–
11. **FEDERAL FUND TRANSFER** – Federal receipts are transferred from Program Z Capital to Program Z Operating to be used for operating projects that qualify for federal funding. (See Program Z Capital – Item 10 for corresponding transfer.)
- Agy Req: \$1.6 M (contained in item 7)
Gov Rec: \$1.6 M (contained in item 7)
STC Rec: \$1.6 M
HTC Rec: \$1.6 M
Con Rec: \$1.6 M
Enacted: \$1.6 M

Washington State Patrol
Capital
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	0	0	0
1993-95			
CURRENT AUTHORIZED LEVEL	0	0	0
ESSENTIAL REQUIREMENTS LEVEL	0	0	0
POLICY ITEMS			
1. WSP/DOL DIST OFFICE-TACOMA	5,810	5,800	6,700
2. EVERETT DIST HDQTRS BUILDING	900	900	900
3. MINOR WORKS PRESERVATION	468	468	468
4. SOUTH SEATTLE DETACH ROOF REPLACE	150	150	0
5. SHELTON TRNG ACAD RESTROOM REPAIR	209	209	100
6. REPLACE UNDERGROUND STORAGE TANKS	1,313	1,313	1,313
7. SHELTON TRNG ACAD KITCHEN REMODEL	2,024	0	0
8. MONROE COMMUNIC SITE CONSTRUCTION	199	199	0
9. ACAD FIREARM TRNG CTR PREDESIGN	48	0	0
10. REPLACE RATTLESNAKE RIDGE COMM SITE	422	422	422
11. SHELTON ACADEMY PROPERTY ACQUISITN	500	0	500
12. VANCOUVER ENTRY PORT BLDG PREDESIGN	17	17	0
13. VIN LANE CONSTRUCT PROPERTY ACQUISIT	488	0	0
14. VANCOUVER CVE INSPECT STATION	366	366	366
15. FLEET, PROP MGMT, SUPT FACILITY	104	0	0
16. MT VERNON COMM SITE CONSTRUCTION	396	396	396
17. SEATTLE CRIME LAB SITE SELECTION	75	0	0
18. SPOKANE CVE INSPECT STATION	332	332	332
19. MOSES LAKE VIN INSPECT FACILITY	119	0	0
20. REPLACE SCALE MECH SEATAC SOUTH	207	207	207
21. WENATCHEE EVIDENCE/EQUIP STORAGE	101	101	0
22. YAKIMA DISTRICT HDQTRS PREDESIGN	27	0	27
23. CHEHALIS VIN INSPECTION FACILITY	121	0	0
24. I-90 PORT OF ENTRY WEIGH STATION	40	40	40
25. SPRING VALLEY WEIGH STN RECONSTR	138	138	0
26. SMOKY POINT WEIGHT STN DESIGN	27	27	27
27. MORTON DETACHMENT ACQUISITION	100	100	100
28. SOUTH SEATTLE AIR CONDIT INSTALL	103	103	0
29. OLYMPIA SUPPLY BLDG HVAC REPLACE	282	282	0
30. LONGVIEW VIN/JT. W/ DOL	0	0	117
TOTAL 1993-95 BIENNIUM	15,086	11,570	12,015

Comments:

None.

Department of Licensing
Capital
Total Appropriated Funds
(Dollars in Thousands)

	<u>Agy Req</u>	<u>Gov Rec</u>	<u>Enacted</u>
1991-93 ESTIMATED EXPENDITURES	0	0	0
1993-95			
CURRENT AUTHORIZED LEVEL	0	0	0
ESSENTIAL REQUIREMENTS LEVEL	0	0	0
POLICY ITEMS			
1. VANCOUVER CUSTOMER SERVICE CENTER	1,703	1,703	81
2. LONGVIEW CUSTOMER SERVICE CENTER	1,308	1,308	0
3. NORTH SPOKANE CUSTOMER SVCS CENTER	2,230	2,230	0
TOTAL 1993-95 BIENNIUM	5,241	5,241	81

Comments:

DOL CAPITAL FACILITIES PROGRAM: With the increasing investment in facilities required to provide full service, and the high cost of leasing these facilities for long periods, DOL will have built and will own offices in locations where the projection is for long-term population stability. With increased emphasis on alternatives to personal visits, facilities will last longer (i.e., they will not be outgrown). Permanent owned facilities will have a better design to handle high volumes of customer traffic, and will be more adequately designed for customer convenience and multiple services. All funded offices will provide consolidated transportation licensing services.

HTC Rec: \$ -0-
 Con Rec: \$ -0-
 Enacted: \$ -0-; funded construction; assumes construction will be financed through the issuance of Certificates of Participation.

1. VANCOUVER CUSTOMER SERVICE CENTER – Provides for a consolidated DOL (Vehicle/Driver) licensing office in Vancouver.
 Agy Req: \$ 1.7 M
 Gov Rec: \$ 1.7 M
 STC Rec: \$ 81 K
 HTC Rec: \$ 81 K
 Con Rec: \$ 81 K
 Enacted: \$ 81 K; assumes that capital projects will be financed through issuances of Certificates of Participation
2. LONGVIEW CUSTOMER SERVICE CENTER – Provides for a consolidated DOL (vehicle/driver) licensing office to be located with a WSP vehicle inspection facility.
 Agy Req: \$ 1.3 M
 Gov Rec: \$ 1.3 M
 STC Rec: \$ -0-
 HTC Rec: \$ -0-
 Con Rec: \$ -0-
 Enacted: \$ -0-; funded start; construction will be financed through the issuance of Certificates of Participation.
3. NORTH SPOKANE CUSTOMER SVCS CENTER – Provides for a consolidated DOL (Vehicle/Driver) licensing office in North Spokane.
 Agy Req: \$ 2.2 M
 Gov Rec: \$ 2.2 M
 STC Rec: \$ -0-

Washington State Energy Office
Total Appropriated Funds
(Dollars in Thousands)

<u>1991-93 ESTIMATED EXPENDITURES</u>	<u>Agy Req</u> 958	<u>Gov Rec</u> 958	<u>Enacted</u> 958
1993-95			
CURRENT AUTHORIZED LEVEL	210	209	210
ERL ITEMS			
1. COST OF NEW LEASE	0	2	0
2. INFLATION	6	6	0
ESSENTIAL REQUIREMENTS LEVEL	216	217	210
POLICY ITEMS			
3. ELIMINATE WSEO APPROPRIATION	0	0	(210)
TOTAL 1993-95 BIENNIUM	216	217	0

Comments:

WASHINGTON STATE GASOLINE PRICES MONITORING; WASHINGTON STATE PETROLEUM MARKETS DATABOOK In 1990, the WSEO was funded by the Legislature to monitor the petroleum market. To support its monitoring, WSEO created a comprehensive petroleum database. This program's objective is intended to provide an objective and reliable source of petroleum pricing and supply data and analysis for the Legislature and the public.

Agy Req: \$.2 M
Gov Rec: \$.2 M
STC Rec: \$.2 M
HTC Rec: \$.2 M
Con Rec: -0-
Enacted: -0-

2. INFLATION - This item provides funding in a manner consistent with the budget instructions issued by OFM. Inflation is not applied to personal service contracts, equipment or grants. The agencies assumed inflation at 3.7 percent in FY94 and 7.0 percent in FY95; OFM changed the rates to 3.4 percent and 3.5 percent.

SEO REQ: \$ 6 K
Gov Rec: \$ 6 K
STC Rec: -0-
HTC Rec: -0-
Con Rec: -0-
Enacted: -0-