

Governmental Operations

Public Disclosure Commission

The amount of \$414,000 is provided for increased electronic filing and document access services for candidates, political action committees, and the public. This allows for greater public disclosure of political information through the Internet.

Office of the Attorney General

Funding in the amount of \$1.9 million is provided for legal services staff to address the increasing number of parental rights termination cases. The number of cases referred to the Attorney General (AG) increased by 47 percent from 1994 to 1997, and this funding will enable the AG to cut the time from referral to filing in half.

Department of Community, Trade, and Economic Development

Over \$7.5 million in funding is provided to address housing needs for homeless families with children. The sum of \$5.0 million will be used to provide transitional housing assistance, while an additional \$2.5 million will be used for grants to emergency shelters providing temporary assistance to homeless families.

Funding is provided to increase the guardian ad litem representation of children in dependency hearings. The amount of \$1.0 million will be used to train and oversee additional volunteers for court appointed special advocate programs.

Funding is provided for emergency food assistance. The amount of \$2.0 million will be used to enhance the operations and food purchases of food banks and food distribution centers.

State Lottery Commission

Funding is provided for the addition of a third drawing to the Quinto and Lucky for Life games, implementation of second-chance drawings for Lotto, an expansion of the capacity and number of Instant Ticket Vending Machines, and customer service enhancements. As a result, general fund revenues are likely to increase by \$21.4 million in the 1999-01 biennium.

Department of Revenue

The amount of \$1.2 million is provided for staff and technology resources to fully implement a system that will allow businesses to file and pay their tax returns over the Internet. The Department estimates that 35,000 businesses will use the system by the end of fiscal year 2000.

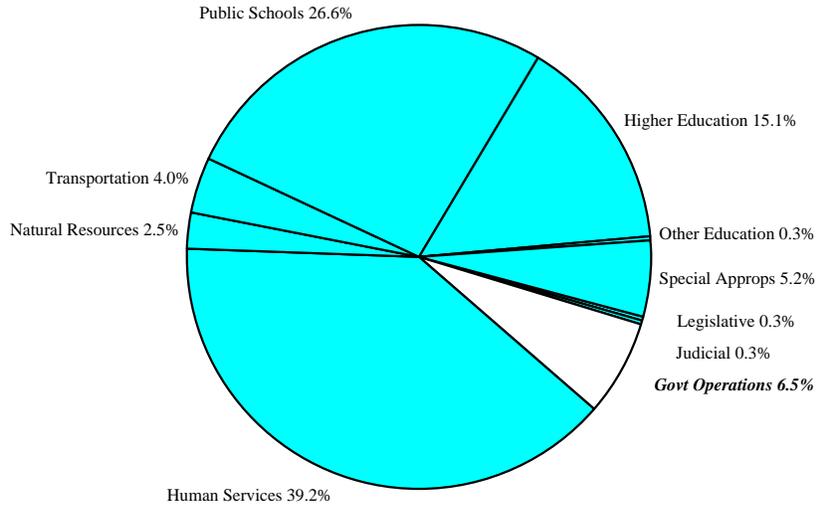
Military Department

State matching funds are provided with Federal Emergency Management Agency (FEMA) assistance for repairing damages caused by storms, floods, and landslides that have occurred in recent years, including Washington State's seven current FEMA-declared disasters. Over \$19.0 million in state funds and \$94.7 million in federal funds are provided for these disasters.

Through the capital budget, \$3 million is provided for emergency services readiness centers in Bremerton, Yakima, and Spokane. The Military Department will determine levels of funding for each center based on the needs at each site. It is anticipated that federal funding will be available to support some of the necessary improvements to these facilities.

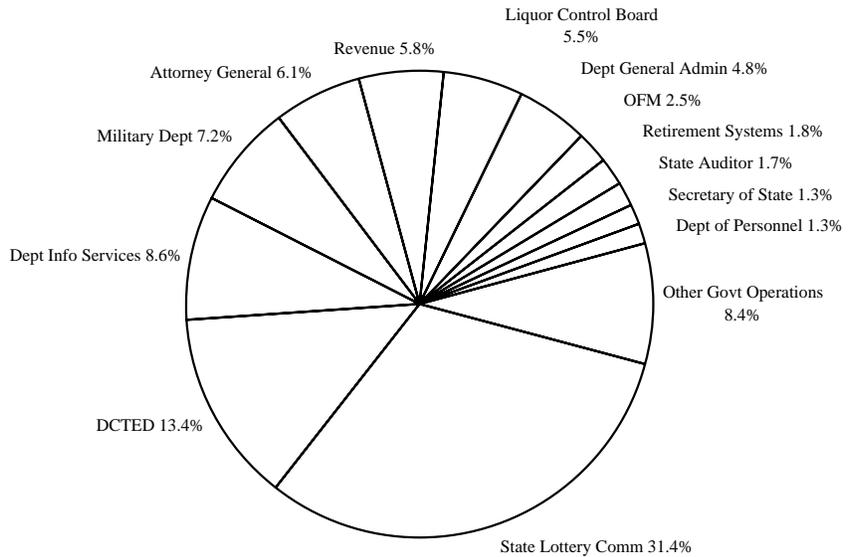
1999-01 Washington State Operating Budget
Total Budgeted Funds
(Dollars in Thousands)

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



Washington State

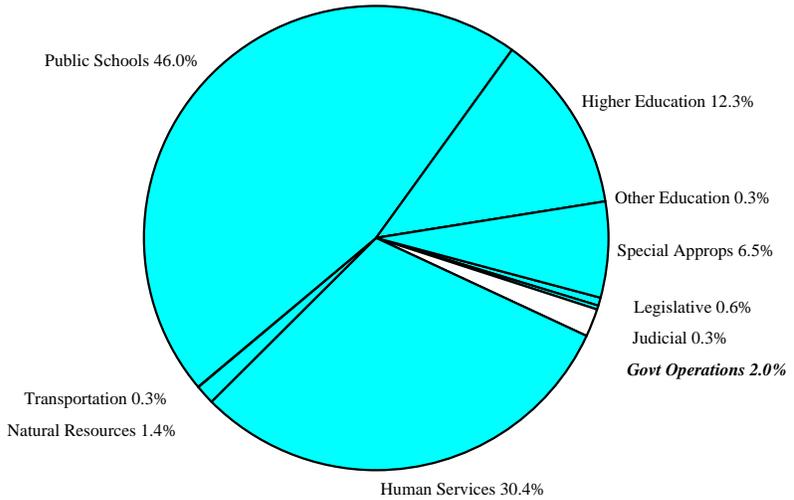
| | |
|--------------------------------|------------------|
| Lottery Commission | 796,297 |
| Comm/Trade/Econ Dev | 340,532 |
| Dept Information Services | 219,533 |
| Military Department | 182,697 |
| Attorney General | 155,280 |
| Department of Revenue | 148,086 |
| Liquor Control Board | 139,951 |
| Dept General Administration | 122,227 |
| Office of Financial Mgmt | 63,101 |
| Dept Retirement Systems | 45,939 |
| State Auditor | 43,171 |
| Secretary of State | 33,725 |
| Dept of Personnel | 33,629 |
| Other Govt Operations | 213,814 |
| Governmental Operations | 2,537,982 |



Governmental Operations

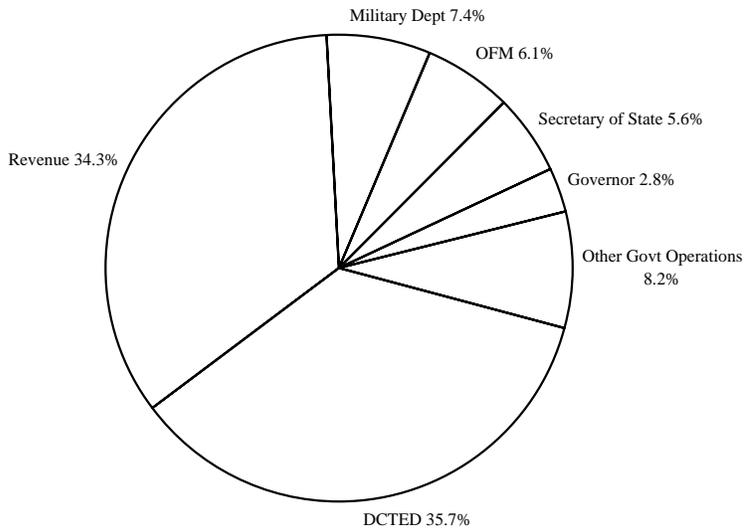
**1999-01 Washington State Operating Budget
General Fund-State**
(Dollars in Thousands)

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



Washington State

| | |
|--------------------------------|----------------|
| Comm/Trade/Econ Dev | 143,856 |
| Department of Revenue | 138,169 |
| Military Department | 29,832 |
| Office of Financial Mgmt | 24,646 |
| Secretary of State | 22,434 |
| Office of the Governor | 11,482 |
| Other Govt Operations | 32,956 |
| Governmental Operations | 403,375 |



Governmental Operations

Office of the Governor

(Dollars in Thousands)

| | GF-S | Other | Total |
|--|---------------|--------------|---------------|
| 1997-99 Expenditure Authority | 10,588 | 1,253 | 11,841 |
| 1999-01 Maintenance Level | 11,487 | 909 | 12,396 |
| Policy Items | | | |
| 1. Budget Reduction | -219 | 0 | -219 |
| 2. General Inflation | -111 | 0 | -111 |
| 3. Statewide Salmon Strategy | 200 | 465 | 665 |
| 4. Governor Veto-Salmon Recovery Fd Bd | 125 | 0 | 125 |
| Total 1999-01 Biennium | 11,482 | 1,374 | 12,856 |
| Fiscal Year 2000 Total | 5,762 | 625 | 6,387 |
| Fiscal Year 2001 Total | 5,720 | 749 | 6,469 |

Comments:

1. BUDGET REDUCTION - Pursuant to reductions in other agencies, funding is decreased for Executive Operations, the Puget Sound Action Team, and the Office of the Family and Children's Ombudsman.
2. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
3. STATEWIDE SALMON STRATEGY - Funding is provided for the independent science panel in the Salmon Recovery Office, and federal funds are provided to assist in implementing the Statewide Salmon Recovery Strategy. (General Fund-State, General Fund-Federal)
4. GOVERNOR VETO-SALMON RECOVERY FD BD - In the 1999-01 Omnibus Appropriations Act (Chapter 309, Laws of 1999, Partial Veto [ESSB 5180]), the Legislature provided \$125,000 General Fund-State to implement legislation establishing the Salmon Recovery Funding Board in the Office of the Governor. While this funding was deleted by the Legislature in Chapter 13, Laws of 1999, 1st sp.s., Partial Veto (E2SSB 5595 - Salmon Recovery Funding), the deletion was vetoed by the Governor, thereby restoring the funding to the Office of the Governor.

Office of the Lieutenant Governor

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|------------|------------|------------|
| 1997-99 Expenditure Authority | 565 | 0 | 565 |
| 1999-01 Maintenance Level | 607 | 160 | 767 |
| Policy Items | | | |
| 1. General Inflation | -4 | 0 | -4 |
| 2. Continuation of Public Outreach | 62 | 0 | 62 |
| Total 1999-01 Biennium | 665 | 160 | 825 |
| Fiscal Year 2000 Total | 333 | 80 | 413 |
| Fiscal Year 2001 Total | 332 | 80 | 412 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. CONTINUATION OF PUBLIC OUTREACH - Funding is provided that will allow the Lieutenant Governor to continue public outreach efforts in the areas of substance abuse prevention and child welfare issues.

Public Disclosure Commission

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|--------------|----------|--------------|
| 1997-99 Expenditure Authority | 2,830 | 0 | 2,830 |
| 1999 Supplemental * | 257 | 0 | 257 |
| Total 1997-99 Biennium | 3,087 | 0 | 3,087 |
| <hr/> | | | |
| 1999-01 Maintenance Level | 2,756 | 0 | 2,756 |
| Policy Items | | | |
| 1. General Inflation | -15 | 0 | -15 |
| 2. Internet Connectivity | 65 | 0 | 65 |
| 3. Electronic Filing and Publication | 414 | 0 | 414 |
| <hr/> | | | |
| Total 1999-01 Biennium | 3,220 | 0 | 3,220 |
| Fiscal Year 2000 Total | 1,724 | 0 | 1,724 |
| Fiscal Year 2001 Total | 1,496 | 0 | 1,496 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. INTERNET CONNECTIVITY - Funding is provided to maintain the agency's Internet server. During the 1997-99 biennium, the Public Disclosure Commission (PDC) received funding for an electronic filing and access project that allows candidates, political action committees, and others to electronically file required reports over the Internet. As part of that project, the PDC established its own Internet server. These funds permit the agency to continue that server.
3. ELECTRONIC FILING AND PUBLICATION - Funding is provided for the implementation of Chapter 401, Laws of 1999 (E2SSB 5931 - Electronic Filing and Publication), providing for a computer information consultant, a data entry clerk, and various equipment to enable the Commission to develop an information technology plan and to fully implement an electronic filing and document access system.

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

Office of the Secretary of State

(Dollars in Thousands)

| | GF-S | Other | Total |
|---------------------------------------|---------------|---------------|---------------|
| 1997-99 Expenditure Authority | 15,869 | 10,036 | 25,905 |
| 1999 Supplemental * | -10 | 25 | 15 |
| Total 1997-99 Biennium | 15,859 | 10,061 | 25,920 |
| 1999-01 Maintenance Level | 22,231 | 10,639 | 32,870 |
| Policy Items | | | |
| 1. General Inflation | -277 | -92 | -369 |
| 2. Legal Advertising | 125 | 0 | 125 |
| 3. Records Center-Corrections Files | 0 | 98 | 98 |
| 4. On-Line Election Reporting | 63 | 0 | 63 |
| 5. Archives Rsch-Records Preservation | 0 | 82 | 82 |
| 6. Archives Records Center-Database | 0 | 68 | 68 |
| 7. Washington Quality Award Council | 0 | 120 | 120 |
| 8. Elections Training | 177 | 0 | 177 |
| 9. Microfilm Bureau | 0 | 376 | 376 |
| 10. Redistricting | 95 | 0 | 95 |
| 11. Archaeology/Historic Preservation | 20 | 0 | 20 |
| Total 1999-01 Biennium | 22,434 | 11,291 | 33,725 |
| Fiscal Year 2000 Total | 14,063 | 5,675 | 19,738 |
| Fiscal Year 2001 Total | 8,371 | 5,616 | 13,987 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission. Account-State, Archives and Records Management Account-Local)
2. LEGAL ADVERTISING - Biennialized funding is provided for the purchase of legal and broadcast advertising of constitutional amendments.
3. RECORDS CENTER-CORRECTIONS FILES - Funding is provided for the State Records Center to store, reference, refile, and dispose of prison files of former inmates of the state Department of Corrections. (Archives and Records Management Account-State)
4. ON-LINE ELECTION REPORTING - Funding is provided for temporary staff and periodic computer database modification necessary for rapid transmittal, centralized compilation, and public access to election results as they are tabulated from each of the state's 39 counties.
5. ARCHIVES RSCH-RECORDS PRESERVATION - Funding is provided for microfilming and scanning original historical documents to protect them from loss. (Archives and Records Management Account-State)
6. ARCHIVES RECORDS CENTER-DATABASE - Funding is provided to update the State Records Center database application with an Internet-based system that improves access to information by state agencies. (Archives and Records Management Account-State)
7. WASHINGTON QUALITY AWARD COUNCIL - Funding is provided for administrative support to the Washington Quality Award Council, a private-public partnership providing training, and certification and awards for high-performing businesses within Washington State. (General Fund-Local)
8. ELECTIONS TRAINING - Funding is provided to conduct annual training for election observers and county canvassing board members, to review certain elections when a recount is necessary, and to inform elections workers of recent developments affecting state elections laws.
9. MICROFILM BUREAU - Unanticipated receipts are converted to ongoing expenditure authority for the continuation of microfilm services for state agencies and local governments. (Archives and Records Management
10. REDISTRICTING - Funding for the first year of the biennium is provided to assist the redistricting efforts of the Legislature and the Redistricting Commission.
11. ARCHAEOLOGY/HISTORIC PRESERVATION - One-time funding is provided for a task force on archaeology and historic preservation. The task force will develop a recommendation on the issue of the location of the Office of Archaeology and Historic Preservation within state government and submit a report to the Legislature and the Governor by January 1, 2000.

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

Governor's Office of Indian Affairs

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|------------|----------|------------|
| 1997-99 Expenditure Authority | 463 | 0 | 463 |
| 1999-01 Maintenance Level | 511 | 0 | 511 |
| Policy Items | | | |
| 1. General Inflation | -2 | 0 | -2 |
| 2. Economic Vitality Initiative | 11 | 0 | 11 |
| Total 1999-01 Biennium | 520 | 0 | 520 |
| Fiscal Year 2000 Total | 259 | 0 | 259 |
| Fiscal Year 2001 Total | 261 | 0 | 261 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. ECONOMIC VITALITY INITIATIVE - Funding is provided to support the Tribal Economic Vitality Initiative. The focus of this initiative is to develop partnerships between the state and tribal governments to promote economic development and diversify tribal economies. Funding will also be utilized to conduct a study to assess, analyze, and report on tribal contributions to local economies.

Washington State Commission on Asian-Pacific-American Affairs

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|------------|----------|------------|
| 1997-99 Expenditure Authority | 401 | 0 | 401 |
| 1999-01 Maintenance Level | 433 | 0 | 433 |
| Policy Items | | | |
| 1. General Inflation | -3 | 0 | -3 |
| Total 1999-01 Biennium | 430 | 0 | 430 |
| Fiscal Year 2000 Total | 215 | 0 | 215 |
| Fiscal Year 2001 Total | 215 | 0 | 215 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.

Office of the State Treasurer

(Dollars in Thousands)

| | GF-S | Other | Total |
|---------------------------------------|----------|---------------|---------------|
| 1997-99 Expenditure Authority | 0 | 12,382 | 12,382 |
| 1999-01 Maintenance Level | 0 | 11,479 | 11,479 |
| Policy Items | | | |
| 1. General Inflation | 0 | -52 | -52 |
| 2. Treasury Management System Improve | 0 | 2,000 | 2,000 |
| 3. Investment Portfolio Analysis | 0 | 60 | 60 |
| Total 1999-01 Biennium | 0 | 13,487 | 13,487 |
| Fiscal Year 2000 Total | 0 | 7,241 | 7,241 |
| Fiscal Year 2001 Total | 0 | 6,246 | 6,246 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. TREASURY MANAGEMENT SYSTEM IMPROVE - Funding is provided for the continued design and development of the treasury management system which will replace the existing state debt, investments, cash management, and treasury accounting systems. (State Treasurer's Service Account)
3. INVESTMENT PORTFOLIO ANALYSIS - Funding is provided for a subscription to a portfolio management software package that will allow portfolio managers to determine the best strategies and structure for a portfolio, given the current yield rate and interest rate outlook. Using this software will increase the percentage yield by at least 0.05 percent annually, which will generate additional revenue in all funds. (State Treasurer's Service Account)

Office of the State Auditor

(Dollars in Thousands)

| | GF-S | Other | Total |
|---------------------------------------|--------------|---------------|---------------|
| 1997-99 Expenditure Authority | 1,881 | 38,505 | 40,386 |
| 1999 Supplemental * | 0 | -8 | -8 |
| Total 1997-99 Biennium | 1,881 | 38,497 | 40,378 |
| 1999-01 Maintenance Level | 1,838 | 40,775 | 42,613 |
| Policy Items | | | |
| 1. General Inflation | -7 | -154 | -161 |
| 2. Maintain Local Gov Finance Project | 325 | 0 | 325 |
| 3. Electronic Commerce | 0 | 115 | 115 |
| 4. Computer Hardware Replacement | 0 | 279 | 279 |
| Total 1999-01 Biennium | 2,156 | 41,015 | 43,171 |
| Fiscal Year 2000 Total | 1,079 | 20,551 | 21,630 |
| Fiscal Year 2001 Total | 1,077 | 20,464 | 21,541 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. MAINTAIN LOCAL GOV FINANCE PROJECT - The sum of \$325,000 is provided from General Fund-State pursuant to a recommendation from the Legislative Evaluation and Accountability Program (LEAP) Committee in February 1999, addressing the governance and funding of the BARS local government comparative statistics system project.
3. ELECTRONIC COMMERCE - An electronic data processing (EDP) audit coordinator will work with all 14 local audit teams to ensure consistency of EDP audit planning, coverage, and techniques. (Municipal Revolving Account)
4. COMPUTER HARDWARE REPLACEMENT - Funding is provided to replace laptop computers and printers and for faster computers to audit increasingly complex databases. (Municipal Revolving Account)

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

Citizens' Commission on Salaries for Elected Officials

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|------------|----------|------------|
| 1997-99 Expenditure Authority | 74 | 0 | 74 |
| 1999 Supplemental * | 63 | 0 | 63 |
| Total 1997-99 Biennium | 137 | 0 | 137 |
| <hr/> | | | |
| 1999-01 Maintenance Level | 85 | 0 | 85 |
| Policy Items | | | |
| 1. Expanded Commission Activities | 65 | 0 | 65 |
| <hr/> | | | |
| Total 1999-01 Biennium | 150 | 0 | 150 |
| Fiscal Year 2000 Total | 32 | 0 | 32 |
| Fiscal Year 2001 Total | 118 | 0 | 118 |

Comments:

1. EXPANDED COMMISSION ACTIVITIES - Funding is provided for the Commission to continue to carry out their statutorily-required public hearings in addition to: entering into an agreement with the Department of Personnel to provide data sharing, research support, and training for commission members and staff; employing part time staff in FY 2000 to respond to requests for information; and beginning full-time staffing in September 2000 to allow for orientation and training for Commission members prior to the next salary setting cycle.

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

Office of the Attorney General

(Dollars in Thousands)

| | GF-S | Other | Total |
|--|--------------|----------------|----------------|
| 1997-99 Expenditure Authority | 7,992 | 132,390 | 140,382 |
| 1999 Supplemental * | 85 | 3,434 | 3,519 |
| Total 1997-99 Biennium | 8,077 | 135,824 | 143,901 |
| 1999-01 Maintenance Level | 7,859 | 136,855 | 144,714 |
| Policy Items | | | |
| 1. General Inflation | -64 | -1,083 | -1,147 |
| 2. Children & Family Service Project | 0 | 1,876 | 1,876 |
| 3. Increased Torts Litigation | 0 | 5,450 | 5,450 |
| 4. Case Management System | 0 | 1,975 | 1,975 |
| 5. Ecology Legal Services | 0 | 638 | 638 |
| 6. Liquor Control Board Legal Services | 0 | 287 | 287 |
| 7. WSU Legal Services | 0 | 182 | 182 |
| 8. Public Disclosure Commission | 0 | 205 | 205 |
| 9. Retirement Systems Workload | 0 | 34 | 34 |
| 10. Insurance Commissioner's Office | 0 | 176 | 176 |
| 11. Public Counsel Economic Analyst | 0 | 165 | 165 |
| 12. Military Department Workload | 0 | 38 | 38 |
| 13. Licensing Workload Reduction | 0 | -274 | -274 |
| 14. Labor and Industries Workload | 0 | 961 | 961 |
| 15. Consolidation of Torts Activities | 0 | 0 | 0 |
| Total 1999-01 Biennium | 7,795 | 147,485 | 155,280 |
| Fiscal Year 2000 Total | 3,906 | 75,081 | 78,987 |
| Fiscal Year 2001 Total | 3,889 | 72,404 | 76,293 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. CHILDREN & FAMILY SERVICE PROJECT - Funding is provided for legal services staff to address the 47 percent increase in the number of parental rights termination cases referred to the Attorney General's Office between 1994 and 1997 from the Department of Social and Health Services. The average time to file a parental rights termination case will be reduced from 90 to 45 days from referral. (Legal Services Revolving Account)
3. INCREASED TORTS LITIGATION - Funding is provided for the increased number and complexity of state tort litigation. (Liability Account)
4. CASE MANAGEMENT SYSTEM - Funding is provided for a centralized management system that will address docketing and scheduling of cases; tracking types of cases and number of cases by venue; tracking non-litigated workloads, such as client advice; and tracking workload and distribution. Of the cost, \$1,309,000 are one-time expenses. (Legal Services Revolving Account, Antitrust Revolving Fund-Non-Appropriated)
5. ECOLOGY LEGAL SERVICES - Funding is provided for an additional attorney legal service costs assumed for the implementation of the statewide salmon strategy. The sum of \$240,000 is also provided to defend the appeal in the Idaho mining lawsuit. (Legal Services Revolving Account)
6. LIQUOR CONTROL BOARD LEGAL SERVICES - Funding is provided for the expected increase in legal services required from the Attorney General's Office in the 1999-01 biennium, pursuant to increasing enforcement of 1997-99 tobacco tax laws. (Legal Services Revolving Account)
7. WSU LEGAL SERVICES - Funding is provided for an additional FTE staff to support the legal needs of Washington State University (WSU). (Legal Services Revolving Account)
8. PUBLIC DISCLOSURE COMMISSION - Funding of the Public Disclosure Commission is continued at the level included in the 1997-99 biennial budget. (Legal Services Revolving Account)
9. RETIREMENT SYSTEMS WORKLOAD - Funding is provided to address the increased workload resulting from two new employee retirement systems (Washington School Employees Retirement System Plans 2 and 3) in FY 2001 and an anticipated increase in the number of retirements during the 1999-01 biennium. (Legal Services Revolving Account)
10. INSURANCE COMMISSIONER'S OFFICE - Funding is provided to increase the level of legal services to 2.8 FTE staff during the 1999-01 biennium to support the Insurance Commissioner's enforcement program. (Legal Services Revolving Account)
11. PUBLIC COUNSEL ECONOMIC ANALYST - Funding is provided for a staff economist to assist the Public Council in large cases before the Utilities and Transportation Commission. The economist will provide expertise on telecommunications and electric power industries issues, particularly with respect to deregulation. (Legal Services Revolving Account)
12. MILITARY DEPARTMENT WORKLOAD - Funding is provided for legal services for the Emergency Management Division in the Military Department. (Legal Services Revolving Account)
13. LICENSING WORKLOAD REDUCTION - Legal services for the Department of Licensing are reduced. (Legal Services Revolving Account)
14. LABOR AND INDUSTRIES WORKLOAD - Funding is provided for additional legal services staff to address several issues at the Department of Labor and Industries: the increase in case complexity; the increase in the number of industrial insurance appeals granted by the Board of Industrial Insurance Appeals; and the increase in the number of appeals for failing to register with the Contractor Registration Program. (Legal Services Revolving Account)

Office of the Attorney General

Account)

15. CONSOLIDATION OF TORTS ACTIVITIES - Tort defense costs are moved from the Legal Services Revolving Account to the Liability Account, where tort activities are consolidated under Chapter 163, Laws of 1999 (SHB 2111). The tort defense costs will remain in agency budgets. (Liability Account, Legal Services Revolving Account)

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

Governor's Vetoes:

The Governor vetoed Section 124(3) of Chapter 309, Laws of 1999, Partial Veto (ESSB 5180), which would have required the Attorney General to conduct a review of the policies, practices, and guidelines of the Department of Ecology regarding the research, analysis, and issuance of a certification under the authority of the federal water pollution control amendments of 1972 for the proposed regional landfill in Pierce County.

Caseload Forecast Council

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|------------|----------|------------|
| 1997-99 Expenditure Authority | 879 | 0 | 879 |
| 1999-01 Maintenance Level | 803 | 0 | 803 |
| Policy Items | | | |
| 1. General Inflation | -3 | 0 | -3 |
| 2. Salary Increase | 10 | 0 | 10 |
| Total 1999-01 Biennium | 810 | 0 | 810 |
| Fiscal Year 2000 Total | 406 | 0 | 406 |
| Fiscal Year 2001 Total | 404 | 0 | 404 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. SALARY INCREASE - Funding is provided to make a one-time adjustment to staff salaries.

Department of Financial Institutions

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|----------|---------------|---------------|
| 1997-99 Expenditure Authority | 0 | 15,706 | 15,706 |
| 1999-01 Maintenance Level | 0 | 18,502 | 18,502 |
| Policy Items | | | |
| 1. General Inflation | 0 | -21 | -21 |
| 2. Equipment Replacement | 0 | 25 | 25 |
| 3. Securities Examinations | 0 | 543 | 543 |
| 4. Application Development | 0 | 207 | 207 |
| 5. Securities Enforcement | 0 | 345 | 345 |
| 6. Financial Literacy Assistance | 0 | 229 | 229 |
| 7. Consumer Protection Increase | 0 | 529 | 529 |
| Total 1999-01 Biennium | 0 | 20,359 | 20,359 |
| Fiscal Year 2000 Total | 0 | 10,137 | 10,137 |
| Fiscal Year 2001 Total | 0 | 10,222 | 10,222 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. EQUIPMENT REPLACEMENT - Funding is provided to replace one high volume photo copier and acquire three heavy duty paper shredders. Cost estimates for these items came from the Department of General Administration. (Securities Regulation Account)
3. SECURITIES EXAMINATIONS - Funding is provided for two field examiners and an enforcement agent to reduce the examination cycle for investment adviser portfolio managers from the current 15-30 years to 4 years, and mortgage broker-dealers and debenture companies from 5 years to 2 years. This is in response to the federal government no longer performing examinations of investment adviser portfolio managers. (Securities Regulation Account)
4. APPLICATION DEVELOPMENT - Funding is provided to implement phase two of the Department's application development plan. This plan provides integration of systems used for examinations and enforcement, so that information can be shared within the Department and with other state agencies, and enables licensees to file information with the Department electronically. (Securities Regulation Account, Banking Examination Account-Non-Appropriated)
5. SECURITIES ENFORCEMENT - Funding is provided for one securities analyst who will specialize in gathering electronic evidence, and one investigator for complex cases and information systems support. These positions are being added to respond to an increasing number of complex investment fraud cases that involve electronic transactions and storing of information. (Securities Regulation Account)
6. FINANCIAL LITERACY ASSISTANCE - One-time funding is provided to create and present information that will help consumers avoid financial fraud. In addition, an outreach/education section will be created on the Department's web site. This project will be evaluated by the Department prior to the end of the biennium to determine if it should continue. (Securities Regulation Account, Credit Unions Examination Account-Non-Appropriated, Banking Examination Account-Non-Appropriated)
7. CONSUMER PROTECTION INCREASE - Funding is provided for increased staffing to regulate non-depository lenders through audits, investigation, and enforcement, as the number of licensed lenders grew 135 percent from 1996 to 1998. Funding is also provided to increase the frequency of credit union examinations. (Banking Examination Account, Savings and Loan Association Examination Account)

Department of Community, Trade, & Economic Development

(Dollars in Thousands)

| | GF-S | Other | Total |
|---|----------------|----------------|----------------|
| 1997-99 Expenditure Authority | 118,480 | 205,310 | 323,790 |
| 1999 Supplemental * | 1,000 | 0 | 1,000 |
| Total 1997-99 Biennium | 119,480 | 205,310 | 324,790 |
| <hr/> | | | |
| 1999-01 Maintenance Level | 119,720 | 192,002 | 311,722 |
| Policy Items | | | |
| 1. General Inflation | -181 | -131 | -312 |
| 2. CASA/GAL | 1,000 | 0 | 1,000 |
| 3. Rural Economic Development | 1,000 | 0 | 1,000 |
| 4. Farmworker Housing Assistance | 100 | 160 | 260 |
| 5. Increase For Tourism Program | 1,000 | 0 | 1,000 |
| 6. Public Works Loan Management System | 0 | 400 | 400 |
| 7. Increase Weatherization Assistance | 0 | 2,364 | 2,364 |
| 8. Homeless Families and Children | 7,550 | 0 | 7,550 |
| 9. King County Public Health | 2,250 | 0 | 2,250 |
| 10. Increased Federal Authority | 0 | 5,900 | 5,900 |
| 11. Coastal Erosion Grants | 1,000 | 0 | 1,000 |
| 12. Pacific Northwest Economic Region | -60 | 0 | -60 |
| 13. Gang Prevention Pilot Project | -280 | 0 | -280 |
| 14. International Trade Fairs | 0 | -280 | -280 |
| 15. Reduced Housing Trust Acct Revenues | 0 | -3,349 | -3,349 |
| 16. Columbia River Gorge County Grants | 410 | 0 | 410 |
| 17. Increase for Buildable Lands | 500 | 0 | 500 |
| 18. Reduce Hanford Economic Investment | 0 | -390 | -390 |
| 19. SIRTI Interagency Agreement | 950 | 0 | 950 |
| 20. Consolidated Emergency Assistance | 2,500 | 0 | 2,500 |
| 21. Emergency Food Assistance | 2,000 | 0 | 2,000 |
| 22. Korea Trade Office | 100 | 0 | 100 |
| 23. DD Endowment | 310 | 0 | 310 |
| 24. World Trade Org Meeting | 970 | 0 | 970 |
| 25. Pierce County South Hill Park | 500 | 0 | 500 |
| 26. Tri-Cities Cultural Arts Center | 20 | 0 | 20 |
| 27. Long-Term Care Ombudsmen | 250 | 0 | 250 |
| 28. Mukai Gardens | 150 | 0 | 150 |
| 29. WA State Senior Games | 21 | 0 | 21 |
| 30. Spirit 2000 | 250 | 0 | 250 |
| 31. Homeless Plan, E2SHB 1493 | 44 | 0 | 44 |
| 32. Increase Vendor Rates | 1,782 | 0 | 1,782 |
| <hr/> | | | |
| Total 1999-01 Biennium | 143,856 | 196,676 | 340,532 |
| Fiscal Year 2000 Total | 72,469 | 99,614 | 172,083 |
| Fiscal Year 2001 Total | 71,387 | 97,062 | 168,449 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. CASA/GAL - Funding is provided to expand the court appointed special advocates (CASA)/guardian ad litem (GAL) representation of children in dependency hearings.
3. RURAL ECONOMIC DEVELOPMENT - Funding is provided for a flexible grant program to assist communities in the design and implementation of rural economic development projects. Eligible activities include site-specific feasibility, pre-construction, and environmental mitigation planning; strategic diversification planning; and systems development to improve access to capital, telecommunications, and expedited permit processes.
4. FARMWORKER HOUSING ASSISTANCE - Funding is provided to the Department to use a locally-based contract employee to provide "one stop" state assistance for farmworker housing development to private developers, housing authorities, nonprofit organizations, and local governments. In addition, funding is provided to permit the Public Works Board to assist local governments with infrastructure projects that support farmworker housing. (Public Works Assistance Account)
5. INCREASE FOR TOURISM PROGRAM - Additional funds are provided to help rural communities, businesses, and tribes further develop their tourism opportunities; expand the Department's marketing efforts; and increase

Department of Community, Trade, & Economic Development

- international marketing activities.
6. PUBLIC WORKS LOAN MANAGEMENT SYSTEM - Appropriation authority is provided to expend \$350,000 in unspent funding from the 1997-99 biennium for the implementation of a loan tracking system for the Public Works Trust Fund. An additional \$50,000 is also provided to purchase a file server and a back-up system. (Public Works Assistance Account)
 7. INCREASE WEATHERIZATION ASSISTANCE - Appropriation authority is provided for an anticipated increase in revenue from Puget Sound Energy for the energy matchmakers program. (Weatherization Assistance Account)
 8. HOMELESS FAMILIES AND CHILDREN - Funding is provided to the Department to provide grants for operating, repairing, and staffing shelters to reduce the number of homeless families with children that are turned away from shelters. In addition, funding is provided to pay for the operating costs of transitional housing and to make partial payments for rental assistance. Of the funding, \$50,000 is provided to develop at least two approaches for studying the scope of the homeless issue, based on a range of potential budgets.
 9. KING COUNTY PUBLIC HEALTH - Local public health funding for King County is transferred from the Department of Health budget. Funding is deposited into the County Public Health Account from the state general fund.
 10. INCREASED FEDERAL AUTHORITY - The appropriation authority for federal programs within the Department is increased to reflect gradual increases in program funding levels since 1995. The Department will develop improved systems for budgeting federal funds. (General Fund-Federal)
 11. COASTAL EROSION GRANTS - Funding is provided for a grant program for projects and activities to address coastal erosion. Grants will be managed by Grays Harbor County in cooperation with appropriate state and federal agencies.
 12. PACIFIC NORTHWEST ECONOMIC REGION - Expenditures for the Pacific Northwest Economic Region organization are reduced to fund membership dues only.
 13. GANG PREVENTION PILOT PROJECT - Funding is eliminated for the Gang Prevention and Intervention Pilot Projects (RCW 43.310), which conclude at the end of the 1997-99 biennium.
 14. INTERNATIONAL TRADE FAIRS - Chapter 345, Laws of 1998, ended deposits of parimutuel tax revenue into the State Trade Fair Account. As a result, there are no expenditures for trade fairs from this account in the 1999-01 biennium. Total General Fund-State resources in the amount of \$256,000 have been carried forward to offset the loss of parimutuel tax revenues. (State Trade Fair Account)
 15. REDUCED HOUSING TRUST ACCT REVENUES - Expenditure authority is reduced by \$1,549,000 to reflect loan repayment projections. An additional \$1.8 million in expenditure authority is moved to the capital budget for grants. The amounts remaining in the operating budget constitute the 4 percent administrative cap for the Housing Trust Fund Program. (Washington Housing Trust Account)
 16. COLUMBIA RIVER GORGE COUNTY GRANTS - A total of \$20,000 is provided to Clark County and \$390,000 is provided to Skamania County to assist in implementing responsibilities under the National Scenic Area Act. A portion of these grants had been previously administered by the Columbia River Gorge Commission.
 17. INCREASE FOR BUILDABLE LANDS - Enhanced funding is provided to the six counties and 95 cities and towns required to inventory buildable lands as required in Chapter 429, Laws of 1997. A report on buildable lands is due to the Legislature in 2002.
 18. REDUCE HANFORD ECONOMIC INVESTMENT - Proposed expenditures for the biennium are reduced to match the estimated revenue. (Hanford Area Economic Investment Account).
 19. SIRTI INTERAGENCY AGREEMENT - Funding is provided for a portion of the commercialization activities conducted by the Spokane Intercollegiate Research and Technology Institute (SIRTI). The funds replace 50 percent of the federal Defense Advanced Research Projects Agency grant which will expire in April 2000. To maintain technology commercialization efforts at the current level, the agency will obtain the remaining funding from sources other than the General Fund-State. This item also funds an increase of \$7,000 in FY 2000 and \$8,000 in FY 2001 for revolving fund charges.
 20. CONSOLIDATED EMERGENCY ASSISTANCE - A portion of the Consolidated Emergency Assistance Program is transferred from the Department of Social and Health Services to the Department of Community, Trade, and Economic Development. These funds are provided to prevent families with children from becoming homeless. Assistance will be offered through local providers.
 21. EMERGENCY FOOD ASSISTANCE - Funding is provided to enhance the Emergency Food Assistance Program. At least \$130,000 of these funds shall be used to provide support to a food distribution network in the Southwestern part of the state.
 22. KOREA TRADE OFFICE - Funding is provided to contract for trade office activity in South Korea.
 23. DD ENDOWMENT - Funding is provided to implement Chapter 384, Laws of 1999, Partial Veto (ESSB 5693), which establishes a mechanism through which public funds will match private contributions in order to provide long-term care for persons with developmental disabilities (DD). Funds are intended for staff support to the Developmental Disabilities Endowment Governing Board as provided in section 4 of the bill and for the development of a specific operating plan as required in section 6 of the bill.
 24. WORLD TRADE ORG MEETING - Funding is provided as a grant to the Washington Council on International Trade as partial support for the 1999 World Trade Organization meeting in Seattle.
 25. PIERCE COUNTY SOUTH HILL PARK - Funding is provided to Pierce County to construct a joint state/county recreation facility in the South Hill area near Puyallup. The 40 acre site is owned by the state, and the grant is contingent on an agreement from the county for full maintenance and operation of the facility.
 26. TRI-CITIES CULTURAL ARTS CENTER - Funding is provided to assist the Tri-Cities Cultural Arts Center to develop a plan to bring the arts to Eastern Washington. The center will raise \$1.5 million of non-state resources.
 27. LONG-TERM CARE OMBUDSMEN - Funding is provided to increase the number of trained volunteer long-term care ombudsmen available to serve the elderly or disabled residents living in licensed boarding homes and adult family homes.
 28. MUKAI GARDENS - Funding is provided as a grant to preserve the Mukai farm and garden.
 29. WA STATE SENIOR GAMES - Funds are provided as a matching grant to support the Washington State senior games. State funding will be matched with at least an equal amount of private or local government funds.
 30. SPIRIT 2000 - Funding is provided to support the millennium celebration project.
 31. HOMELESS PLAN, E2SHB 1493 - Funding is provided to implement provisions of Chapter 267, Laws of 1999 (E2SHB 1493), regarding a comprehensive plan for homeless children and families.
 32. INCREASE VENDOR RATES - Department vendors will have their rates increased by 2 percent on July 1, 1999, and an additional 2 percent on July 1, 2000. Amounts reflect a minimum wage adjustment pursuant to the passage of Initiative 688 in November 1998.

Department of Community, Trade, & Economic Development

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

Economic & Revenue Forecast Council

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|------------|----------|------------|
| 1997-99 Expenditure Authority | 905 | 0 | 905 |
| 1999-01 Maintenance Level | 953 | 0 | 953 |
| Policy Items | | | |
| 1. General Inflation | -6 | 0 | -6 |
| Total 1999-01 Biennium | 947 | 0 | 947 |
| Fiscal Year 2000 Total | 471 | 0 | 471 |
| Fiscal Year 2001 Total | 476 | 0 | 476 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.

Office of Financial Management

(Dollars in Thousands)

| | GF-S | Other | Total |
|---|---------------|---------------|---------------|
| 1997-99 Expenditure Authority | 21,836 | 36,417 | 58,253 |
| 1999 Supplemental * | -5 | 0 | -5 |
| Total 1997-99 Biennium | 21,831 | 36,417 | 58,248 |
| <hr/> | | | |
| 1999-01 Maintenance Level | 22,257 | 35,715 | 57,972 |
| Policy Items | | | |
| 1. Rent Space Increase | 0 | 220 | 220 |
| 2. Legislation Drafting and Analysis | 185 | 0 | 185 |
| 3. OFM Internal Auditor | 70 | 0 | 70 |
| 4. Long-Term Care Task Force | 50 | 0 | 50 |
| 5. Early Learning | 1,000 | 500 | 1,500 |
| 6. Statewide Systems Development | 0 | 2,075 | 2,075 |
| 7. General Inflation | -95 | -55 | -150 |
| 8. Transfer Exec Fellows Program | -30 | 0 | -30 |
| 9. Reduce IS/Goods and Services/Census | -275 | 0 | -275 |
| 10. Fish & Wildlife Information Systems | 489 | 0 | 489 |
| 11. Fish & Wildlife Business Practices | 795 | 0 | 795 |
| 12. Hanford Training Facility | 50 | 0 | 50 |
| 13. Governor Veto-Salmon Strategy Wkld | 150 | 0 | 150 |
| <hr/> | | | |
| Total 1999-01 Biennium | 24,646 | 38,455 | 63,101 |
| Fiscal Year 2000 Total | 12,791 | 12,450 | 25,241 |
| Fiscal Year 2001 Total | 11,855 | 26,005 | 37,860 |

Comments:

- | | |
|---|---|
| <p>1. RENT SPACE INCREASE - Additional space is provided for an expanded training room to be used for financial management classes. Space is also provided for the additional staff who will teach the classes and work on improvements to the financial systems used by state agencies. (Data Processing Revolving Account)</p> <p>2. LEGISLATION DRAFTING AND ANALYSIS - A position is added to assist with developing, drafting, and reviewing proposed legislation and enacted bills, including budget acts.</p> <p>3. OFM INTERNAL AUDITOR - Funding for consulting assistance is added to develop an agency plan for the scope of internal auditing, establish an internal audit plan, select appropriate audit techniques, implement the plan, and to review the results to ensure that they satisfy the requirements of state laws and policies related to internal audits.</p> <p>4. LONG-TERM CARE TASK FORCE - Support for the long-term care study is continued through the end of calendar year 1999.</p> <p>5. EARLY LEARNING - Funding is provided for the Governor's Commission on Early Learning. Matching funds from private sources are required for a portion of the General Fund-State appropriation. (General Fund-State, General Fund-Local)</p> <p>6. STATEWIDE SYSTEMS DEVELOPMENT - Includes funds to continue work on the budget development and allotment systems, develop a way to conveniently access financial management information, improve the statewide accounts payable system, enhance training on financial systems, and study potential changes to the capital project system and disparity study data collection process. (Data Processing Revolving Account)</p> <p>7. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.</p> <p>8. TRANSFER EXEC FELLOWS PROGRAM - The Executive Fellows Program administration is transferred to the Department of Personnel.</p> | <p>9. REDUCE IS/GOODS AND SERVICES/CENSUS - Savings achieved by reducing local improvement district payments, amount of mainframe and telecommunication information services (IS) available to agency staff, Year 2000 census staff support, and some publications available in printed form.</p> <p>10. FISH & WILDLIFE INFORMATION SYSTEMS - Funding is provided to assist the Department of Fish and Wildlife (DFW) in updating their information technology systems.</p> <p>11. FISH & WILDLIFE BUSINESS PRACTICES - Funding is provided to assist the DFW in improving their basic business systems and practices. Specific improvements that will be made to their business systems include license revenue forecasting, time and leave accounting, budget monitoring, cost accounting, and inventory.</p> <p>12. HANFORD TRAINING FACILITY - One-time funding is provided to evaluate and promote the use by state and local agencies of the training facilities at the Hanford reservation.</p> <p>13. GOVERNOR VETO-SALMON STRATEGY WKLD - In Chapter 309, Laws of 1999, Partial Veto (ESSB 5180), the Legislature provided \$150,000 General Fund-State to the Office of Financial Management (OFM) to track and administer state and federal funding for salmon recovery allocated by the Salmon Recovery Funding Board established under Chapter 13, Laws of 1999, 1st sp.s., Partial Veto (E2SSB 5595). This funding was deleted by the Legislature in E2SSB 5595, then vetoed by the Governor, thereby restoring it to OFM.</p> |
|---|---|

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

Office of Administrative Hearings

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|----------|---------------|---------------|
| 1997-99 Expenditure Authority | 0 | 19,665 | 19,665 |
| 1999-01 Maintenance Level | 0 | 20,909 | 20,909 |
| Policy Items | | | |
| 1. General Inflation | 0 | -110 | -110 |
| Total 1999-01 Biennium | 0 | 20,799 | 20,799 |
| Fiscal Year 2000 Total | 0 | 10,379 | 10,379 |
| Fiscal Year 2001 Total | 0 | 10,420 | 10,420 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.

Department of Personnel

(Dollars in Thousands)

| | GF-S | Other | Total |
|--|----------|---------------|---------------|
| 1997-99 Expenditure Authority | 0 | 28,879 | 28,879 |
| 1999-01 Maintenance Level | 0 | 33,005 | 33,005 |
| Policy Items | | | |
| 1. General Inflation | 0 | -241 | -241 |
| 2. Employment Application Process | 0 | 515 | 515 |
| 3. Support for the Combined Fund Drive | 0 | 108 | 108 |
| 4. Executive Fellow Program | 0 | 190 | 190 |
| 5. PERS Retiree Deductions (SB 5432) | 0 | 52 | 52 |
| Total 1999-01 Biennium | 0 | 33,629 | 33,629 |
| Fiscal Year 2000 Total | 0 | 16,748 | 16,748 |
| Fiscal Year 2001 Total | 0 | 16,881 | 16,881 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. EMPLOYMENT APPLICATION PROCESS - Funding is provided for a new employment application processing system to reduce the amount of time required to provide state agencies with lists of qualified job applicants. The system will provide for electronic applications via the Internet, continuous application acceptance, accepting single applications for multiple jobs, and scanning of larger applicant databases as job openings arise. (Personnel Services Revolving Fund)
3. SUPPORT FOR THE COMBINED FUND DRIVE - Funding is provided to increase the state-funded share of the administrative expenses for the Combined Fund Drive (CFD). (Personnel Services Revolving Fund)
4. EXECUTIVE FELLOW PROGRAM - Funding is provided for an expansion of the Executive Fellow program. The funding will permit the program to increase university recruitment efforts and to provide executive fellows with rotations through a variety of assignments and training opportunities in state agencies. (Personnel Services Revolving Fund)
5. PERS RETIREE DEDUCTIONS (SB 5432) - Funding is provided to implement Chapter 83, Laws of 1999 (SB 5432), which permits retirees in the Public Employees' Retirement System (PERS) to participate in the state combined fund drive through automatic deductions from their monthly retirement allowances. (Personnel Services Revolving Fund.)

State Lottery Commission

(Dollars in Thousands)

| | GF-S | Other | Total |
|---------------------------------------|----------|----------------|----------------|
| 1997-99 Expenditure Authority | 0 | 688,558 | 688,558 |
| 1999-01 Maintenance Level | 0 | 735,787 | 735,787 |
| Policy Items | | | |
| 1. General Inflation | 0 | -99 | -99 |
| 2. Enhance Revenue & Customer Service | 0 | 60,361 | 60,361 |
| 3. Technology Enhancement | 0 | 248 | 248 |
| Total 1999-01 Biennium | 0 | 796,297 | 796,297 |
| Fiscal Year 2000 Total | 0 | 395,065 | 395,065 |
| Fiscal Year 2001 Total | 0 | 401,232 | 401,232 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.

2. ENHANCE REVENUE & CUSTOMER SERVICE - Funding is provided for an addition of a third drawing to the Quinto and Lucky for Life games, implementation of second-chance drawings for Lotto, and expansion of the capacity and number of Instant Ticket Vending Machines, as well as customer service enhancements. (State Lottery Account, Lottery Administrative Account-Non-Appropriated)

3. TECHNOLOGY ENHANCEMENT - Funding is provided to upgrade current phone systems and replace four major file servers. In addition, the Lottery will develop a network disaster recovery plan and enhance the firewall protection system to safeguard its computer system. (State Lottery Account)

Washington State Commission on Hispanic Affairs

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|------------|----------|------------|
| 1997-99 Expenditure Authority | 407 | 0 | 407 |
| 1999-01 Maintenance Level | 438 | 0 | 438 |
| Policy Items | | | |
| 1. Farmworker Housing Project Travel | 6 | 0 | 6 |
| 2. General Inflation | -3 | 0 | -3 |
| Total 1999-01 Biennium | 441 | 0 | 441 |
| Fiscal Year 2000 Total | 216 | 0 | 216 |
| Fiscal Year 2001 Total | 225 | 0 | 225 |

Comments:

1. FARMWORKER HOUSING PROJECT TRAVEL - Funding is provided to permit the director to travel to Eastern Washington to provide leadership on farmworker housing issues.

2. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.

Washington State Commission on African-American Affairs

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|------------|----------|------------|
| 1997-99 Expenditure Authority | 338 | 0 | 338 |
| 1999-01 Maintenance Level | 363 | 0 | 363 |
| Policy Items | | | |
| 1. Youth Education Outreach | 17 | 0 | 17 |
| 2. General Inflation | -2 | 0 | -2 |
| Total 1999-01 Biennium | 378 | 0 | 378 |
| Fiscal Year 2000 Total | 190 | 0 | 190 |
| Fiscal Year 2001 Total | 188 | 0 | 188 |

Comments:

1. YOUTH EDUCATION OUTREACH - Funding is provided to expand efforts to address youth issues and to improve academic achievement, particularly in the K-12 system. This initiative will enable the Commission to convene education summits in Eastern and Western Washington and to participate with the Superintendent of Public Instruction, the University of Washington, and school districts to develop programs that provide culturally-relevant teaching strategies leading to academic success.
2. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.

Personnel Appeals Board

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|----------|--------------|--------------|
| 1997-99 Expenditure Authority | 0 | 1,539 | 1,539 |
| 1999-01 Maintenance Level | 0 | 1,607 | 1,607 |
| Policy Items | | | |
| 1. General Inflation | 0 | -5 | -5 |
| Total 1999-01 Biennium | 0 | 1,602 | 1,602 |
| Fiscal Year 2000 Total | 0 | 799 | 799 |
| Fiscal Year 2001 Total | 0 | 803 | 803 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.

Department of Retirement Systems

(Dollars in Thousands)

| | GF-S | Other | Total |
|--|----------|---------------|---------------|
| 1997-99 Expenditure Authority | 0 | 37,798 | 37,798 |
| 1999 Supplemental * | 0 | 112 | 112 |
| Total 1997-99 Biennium | 0 | 37,910 | 37,910 |
| <hr/> | | | |
| 1999-01 Maintenance Level | 0 | 43,832 | 43,832 |
| Policy Items | | | |
| 1. General Inflation | 0 | -212 | -212 |
| 2. Plan 1 Option (SHB 1024) | 0 | 259 | 259 |
| 3. Additional Resources for TRS Plan 3 | 0 | 106 | 106 |
| 4. Deferred Comp Recordkeeping | 0 | 1,154 | 1,154 |
| 5. Reduction in System Errors | 0 | 204 | 204 |
| 6. Summary Annual Financial Report | 0 | 102 | 102 |
| 7. Plan 2/3 Annuity Option | 0 | 275 | 275 |
| 8. WSP Survivor Benefit (SSB 5030) | 0 | 92 | 92 |
| 9. PERS Retiree Deductions (SB 5432) | 0 | 22 | 22 |
| 10. Retirement Savings Information | 0 | 50 | 50 |
| 11. Monthly Valuations (SSB 6012) | 0 | 55 | 55 |
| 12. Pension Advisory Comm (ESSB 5180) | 0 | 181 | 181 |
| 13. Governor Veto | 0 | -181 | -181 |
| <hr/> | | | |
| Total 1999-01 Biennium | 0 | 45,939 | 45,939 |
| Fiscal Year 2000 Total | 0 | 24,025 | 24,025 |
| Fiscal Year 2001 Total | 0 | 21,914 | 21,914 |

Comments:

- | | |
|---|--|
| <p>1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.</p> <p>2. PLAN 1 OPTION (SHB 1024) - Funding is provided to implement Chapter 362, Laws of 1999 (SHB 1024) which provides a new option for members of the Public Employees' Retirement System (PERS) Plan 1 and the Teachers' Retirement System (TRS) Plan 1 who have over 30 years of service. (Department of Retirement Systems Expense Fund)</p> <p>3. ADDITIONAL RESOURCES FOR TRS PLAN 3 - One new position is funded in the employer services division to assist employers with the correction of TRS Plan 3 reporting errors. (Department of Retirement Systems Expense Fund)</p> <p>4. DEFERRED COMP RECORDKEEPING - The current Deferred Compensation Program recordkeeping system will be replaced with one that will bring service levels to program participants up to standards commonly available in the defined contribution (investment) industry. The Department of Retirement Systems has determined that the potential for enhancing its current system to industry standards is not a viable option. (Deferred Compensation Program Administrative Account, Non-Appropriated)</p> <p>5. REDUCTION IN SYSTEM ERRORS - The Department of Retirement Systems (DRS) will conduct a pilot project to reduce system errors that have affected its customers. The purpose of this project is to identify and institute formal error-reducing procedures in the development of computer systems. Where practical, DRS staff will permanently adopt ongoing procedures from this pilot. This item does not carry any continued spending obligation beyond FY 2000. (Department of Retirement Systems Expense Fund)</p> <p>6. SUMMARY ANNUAL FINANCIAL REPORT - DRS will produce an annual summary level financial report for active and retired members and for other interested parties. Such a report was recommended in 1998 by the State Auditor in public testimony regarding the special investigation of the Office of the State Actuary. Information to be included in the report will be provided by the Office of the State Actuary, the State Investment Board, and DRS. The funding provides for production and mailing costs for an eight page summary</p> | <p>report to be mailed in FY 2000 to all state retirement system members and retirees, and to be mailed upon request in FY 2001. (Department of Retirement Systems Expense Fund)</p> <p>7. PLAN 2/3 ANNUITY OPTION - Funding is provided for one-time contract services for TRS and School Employees' Retirement System (SERS) to set up optional benefit payouts and annuity purchases for TRS and SERS Plan 3 members. Funding was provided but not spent in the 1997-99 biennium to implement these services. (Department of Retirement Systems Expense Fund)</p> <p>8. WSP SURVIVOR BENEFIT (SSB 5030) - Funding is provided to implement Chapter 74, Laws of 1999 (SSB 5030), which provides survivor benefit enhancements in the Washington State Patrol (WSP) retirement system. (Department of Retirement Systems Expense Fund)</p> <p>9. PERS RETIREE DEDUCTIONS (SB 5432) - Funding is provided to implement Chapter 83, Laws of 1999 (SB 5432), which permits PERS retirees to participate in the state combined fund drive through automatic deductions from their pension allowances. (Department of Retirement Systems Expense Fund)</p> <p>10. RETIREMENT SAVINGS INFORMATION - The Department will prepare, in conjunction with the Office of Financial Management, and distribute to state employees information regarding the options available under the federal tax code for tax-deferred or tax-advantaged retirement savings. (Department of Retirement Systems Expense Fund)</p> <p>11. MONTHLY VALUATIONS (SSB 6012) - Funding is provided to update member education and communication materials to reflect the impact of Chapter 265, Laws of 1999 (SSB 6012), which clarifies that monthly values that are declared for the TRS combined plan 2 and plan 3 trust fund and the SERS combined plan 2 and plan 3 trust fund are based on estimates of the fund value provided by the State Investment Board. (Department of Retirement Systems Expense Fund)</p> |
|---|--|

Department of Retirement Systems

12. PENSION ADVISORY COMM (ESSB 5180) - Funding is provided to the Department to support the pension advisory committee created in Chapter 309, Laws of 1999, Partial Veto, Section 722 (ESSB 5180). The advisory committee will report to the Joint Committee on Pension Policy by June 1, 2000. (Department of Retirement Systems Expense Fund)
13. GOVERNOR VETO - The Governor vetoed the entire section 722, which appropriated \$181,000 from the DRS Expense Account to establish a new Pension Advisory Committee to advise the Department and the legislative Joint Committee on Pension Policy. As a result of the veto, the appropriation will lapse. (Department of Retirement Systems Expense Fund)

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

State Investment Board

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|----------|---------------|---------------|
| 1997-99 Expenditure Authority | 0 | 10,303 | 10,303 |
| 1999-01 Maintenance Level | 0 | 10,572 | 10,572 |
| Policy Items | | | |
| 1. General Inflation | 0 | -53 | -53 |
| Total 1999-01 Biennium | 0 | 10,519 | 10,519 |
| Fiscal Year 2000 Total | 0 | 5,251 | 5,251 |
| Fiscal Year 2001 Total | 0 | 5,268 | 5,268 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.

Department of Revenue

(Dollars in Thousands)

| | GF-S | Other | Total |
|--|----------------|--------------|----------------|
| 1997-99 Expenditure Authority | 130,606 | 8,206 | 138,812 |
| 1999-01 Maintenance Level | 136,743 | 9,917 | 146,660 |
| Policy Items | | | |
| 1. General Inflation | -798 | 0 | -798 |
| 2. Electronic Filing | 1,158 | 0 | 1,158 |
| 3. Document and Information Management | 712 | 0 | 712 |
| 4. Upgrade Technology Infrastructure | 1,347 | 0 | 1,347 |
| 5. Efficiencies | -221 | 0 | -221 |
| 6. Planned Savings | -918 | 0 | -918 |
| 7. Housing Tax Relief Accountability | 146 | 0 | 146 |
| Total 1999-01 Biennium | 138,169 | 9,917 | 148,086 |
| Fiscal Year 2000 Total | 69,998 | 4,963 | 74,961 |
| Fiscal Year 2001 Total | 68,171 | 4,954 | 73,125 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. ELECTRONIC FILING - Funding is provided for staff and technology resources to fully implement a system that will allow businesses to file and pay their tax returns over the Internet.
3. DOCUMENT AND INFORMATION MANAGEMENT - Funding is provided for equipment to implement a document and information management system. This system will enable paper copies of business licenses and tax returns to be scanned into the Department's computer system, allow multiple staff to simultaneously bring up the image of a document on their personal computers, and provide for quicker retrieval of data.
4. UPGRADE TECHNOLOGY INFRASTRUCTURE - Funding is provided to replace all existing network hardware (hubs, routers, ethernet cards). This will increase the amount of data that can be transferred within individual buildings.
5. EFFICIENCIES - Operating costs will be reduced by automating travel reimbursements, performing program quality reviews, and identifying more savings in postage, printing, travel, supplies, and other costs.
6. PLANNED SAVINGS - Reductions have been made based on changing business processes such as eliminating or reducing the number of copies of specific flyers and reports; reducing mailings of the "Guide to Completing the Combined Excise Return" to new businesses; and eliminating agency produced law books. Instead, employees will access state statutes through the Code Revisers' web site only.
7. HOUSING TAX RELIEF ACCOUNTABILITY - Funding is provided for a property tax auditor and short-term support staff to handle the increase in facilities receiving property tax exemptions through Chapter 203, Laws of 1999 (SHB 1345 - Exemption of Property Taxes for Assisted Housing).

Board of Tax Appeals

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|--------------|----------|--------------|
| 1997-99 Expenditure Authority | 1,774 | 0 | 1,774 |
| 1999-01 Maintenance Level | 1,697 | 0 | 1,697 |
| Policy Items | | | |
| 1. Tax Referee and Contract Services | 168 | 0 | 168 |
| 2. General Inflation | -9 | 0 | -9 |
| Total 1999-01 Biennium | 1,856 | 0 | 1,856 |
| Fiscal Year 2000 Total | 920 | 0 | 920 |
| Fiscal Year 2001 Total | 936 | 0 | 936 |

Comments:

1. TAX REFEREE AND CONTRACT SERVICES - To prevent the case backlog from increasing, funding is continued for the tax referee position and contracted services provided in the 1997-99 biennium.
2. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.

Municipal Research Council

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|--------------|------------|--------------|
| 1997-99 Expenditure Authority | 3,394 | 625 | 4,019 |
| 1999-01 Maintenance Level | 3,588 | 681 | 4,269 |
| Total 1999-01 Biennium | 3,588 | 681 | 4,269 |
| Fiscal Year 2000 Total | 1,766 | 335 | 2,101 |
| Fiscal Year 2001 Total | 1,822 | 346 | 2,168 |

Comments:

No budget changes were recommended which reflect a change in statute or agency policy.

Office of Minority & Women's Business Enterprises

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|----------|--------------|--------------|
| 1997-99 Expenditure Authority | 0 | 2,357 | 2,357 |
| 1999-01 Maintenance Level | 0 | 2,474 | 2,474 |
| Policy Items | | | |
| 1. General Inflation | 0 | -15 | -15 |
| 2. Upgrade Computer Equipment | 0 | 69 | 69 |
| 3. Access to Intranet | 0 | 11 | 11 |
| 4. Inform the Public About Disparity | 0 | 7 | 7 |
| Total 1999-01 Biennium | 0 | 2,546 | 2,546 |
| Fiscal Year 2000 Total | 0 | 1,312 | 1,312 |
| Fiscal Year 2001 Total | 0 | 1,234 | 1,234 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. UPGRADE COMPUTER EQUIPMENT - Funding is provided to replace 18 obsolete personal computers, replace two network servers, and upgrade software on the existing pentium personal computers to ensure they will function after the turn of the century. (Minority and Women's Business Enterprises Account)
3. ACCESS TO INTRANET - Funding is provided that will allow the Office of Minority and Women's Business Enterprises (OMWBE) to have access to the state's intranet and its security provisions to alleviate the reluctance of agencies to send information to OMWBE using the Internet because of security concerns. (Minority and Women's Business Enterprises Account)
4. INFORM THE PUBLIC ABOUT DISPARITY - Funding is provided to allow the agency to inform certified firms, state agencies, political subdivisions, higher education institutions, and other interested parties regarding the FY 1997 and FY 1998 disparity study update. The agency intends to conduct informational meetings throughout Eastern and Western Washington instead of only in Seattle, Tacoma, and Olympia. (Minority and Women's Business Enterprises Account)

Department of General Administration

(Dollars in Thousands)

| | GF-S | Other | Total |
|---------------------------------------|--------------|----------------|----------------|
| 1997-99 Expenditure Authority | 2,580 | 113,566 | 116,146 |
| 1999 Supplemental * | -55 | 0 | -55 |
| Total 1997-99 Biennium | 2,525 | 113,566 | 116,091 |
| <hr/> | | | |
| 1999-01 Maintenance Level | 562 | 122,136 | 122,698 |
| Policy Items | | | |
| 1. General Inflation | -4 | -1,499 | -1,503 |
| 2. Funding for Life Safety | 0 | 148 | 148 |
| 3. Risk Management Information System | 0 | 130 | 130 |
| 4. Central Stores Inventory System | 0 | 500 | 500 |
| 5. Contract Management System | 0 | 200 | 200 |
| 6. Capitol Campus Grounds Maintenance | 0 | 54 | 54 |
| <hr/> | | | |
| Total 1999-01 Biennium | 558 | 121,669 | 122,227 |
| Fiscal Year 2000 Total | 279 | 60,901 | 61,180 |
| Fiscal Year 2001 Total | 279 | 60,768 | 61,047 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. FUNDING FOR LIFE SAFETY - Funding is provided to maintain fire suppression and life safety systems. (General Administration Services Account)
3. RISK MANAGEMENT INFORMATION SYSTEM - Funding is provided for the development of the claims management and reporting and the fund management portion of the new Risk Management Information System. (General Administration Services Account)
4. CENTRAL STORES INVENTORY SYSTEM - Funds are provided to redesign the central stores inventory management system. (General Administration Services Account-Non-Appropriated)
5. CONTRACT MANAGEMENT SYSTEM - Funding is provided for a new system to collect and report on purchasing information and to analyze purchasing trends. (General Administration Services Account-State, General Administration Services Account-Non-Appropriated)
6. CAPITOL CAMPUS GROUNDS MAINTENANCE - One half FTE staff is provided to maintain the Arc of Statehood and the North Trail areas of Heritage Park. Funding is also provided for landscaping around Office Building 2 and to monitor the wetland and maintain vegetation at Heritage Park. (General Administration Services Account)

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

Department of Information Services

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|----------|----------------|----------------|
| 1997-99 Expenditure Authority | 0 | 233,233 | 233,233 |
| 1999-01 Maintenance Level | 0 | 213,205 | 213,205 |
| Policy Items | | | |
| 1. General Inflation | 0 | -1,072 | -1,072 |
| 2. K-20 Network Completion | 0 | 7,400 | 7,400 |
| Total 1999-01 Biennium | 0 | 219,533 | 219,533 |
| Fiscal Year 2000 Total | 0 | 114,218 | 114,218 |
| Fiscal Year 2001 Total | 0 | 105,315 | 105,315 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. K-20 NETWORK COMPLETION - Appropriation authority is provided to cover final K-20 network development costs that have been delayed beyond the end of the 1997-99 biennium. The network is due to be completed prior to September 1999. (K-20 Technology Account)

Office of the Insurance Commissioner

(Dollars in Thousands)

| | GF-S | Other | Total |
|---------------------------------------|----------|---------------|---------------|
| 1997-99 Expenditure Authority | 0 | 22,331 | 22,331 |
| 1999-01 Maintenance Level | 0 | 22,041 | 22,041 |
| Policy Items | | | |
| 1. General Inflation | 0 | -93 | -93 |
| 2. Enhance Access to Information | 0 | 400 | 400 |
| 3. Market Conduct Examination Program | 0 | 266 | 266 |
| 4. Enforcement Program | 0 | 468 | 468 |
| 5. Increase Consumer Advocacy | 0 | 127 | 127 |
| 6. Healthcare HelpLine | 0 | 297 | 297 |
| 7. Life & Annuity Examination Project | 0 | 730 | 730 |
| 8. Fund Reimbursable Activity | 0 | 500 | 500 |
| 9. Holocaust Insurance Enforcement | 0 | 306 | 306 |
| Total 1999-01 Biennium | 0 | 25,042 | 25,042 |
| Fiscal Year 2000 Total | 0 | 12,987 | 12,987 |
| Fiscal Year 2001 Total | 0 | 12,055 | 12,055 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. ENHANCE ACCESS TO INFORMATION - Funding is provided to upgrade the mainframe computer to reduce the computer response time from five seconds to one second. Funding is also provided for additional hardware and software for the development of an Internet and intranet site. (Insurance Commissioner's Regulatory Account)
3. MARKET CONDUCT EXAMINATION PROGRAM - Funding is provided for an additional two FTE staff for the market conduct examination program to target insurance companies' practices of churning, coverage denials, short term health care reform, and managed care problems. (Insurance Commissioner's Regulatory Account)
4. ENFORCEMENT PROGRAM - Funding is provided for additional staff in the Legal Affairs Division to address consumer complaints related to overcharging, deceptive sales practices, denial of coverage without justification, sales of dubious coverage policies, and other allegations of improper insurance practices. (Insurance Commissioner's Regulatory Account)
5. INCREASE CONSUMER ADVOCACY - Funding is provided for an additional compliance officer in the Consumer Advocacy Division to reduce the backlog of cases, provide timely investigations, and resolve complaints quickly. (Insurance Commissioner's Regulatory Account)
6. HEALTHCARE HELPLINE - Funding is provided for a program to educate, advocate, and assist consumers of any age about their rights and health care options. Funding is included to contract with local sponsors to train volunteers, facilitate outreach statewide, and to create consumer protection material. (Insurance Commissioner's Regulatory Account)
7. LIFE & ANNUITY EXAMINATION PROJECT - Funding is provided for market conduct examinations on life insurance and annuity policies. This is a one-time expense that is reimbursed by the companies being examined. (Insurance Commissioner's Regulatory Account)
8. FUND REIMBURSABLE ACTIVITY - Appropriation authority is given for the office to enter into agreements with insurance companies to counsel policyholders or administer the liquidation of insurance companies. Amounts expended are reimbursed by the companies being examined. (Insurance Commissioner's Regulatory Account)
9. HOLOCAUST INSURANCE ENFORCEMENT - Appropriation authority is provided for regulatory assessments and expenditures under the Holocaust Victims Insurance Act, Chapter 8, Laws of 1999 (SSB 5509). (Insurance Commissioner's Regulatory Account)

State Board of Accountancy

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|----------|--------------|--------------|
| 1997-99 Expenditure Authority | 0 | 978 | 978 |
| 1999 Supplemental * | 0 | 23 | 23 |
| Total 1997-99 Biennium | 0 | 1,001 | 1,001 |
| <hr/> | | | |
| 1999-01 Maintenance Level | 0 | 1,019 | 1,019 |
| Policy Items | | | |
| 1. General Inflation | 0 | -6 | -6 |
| 2. Licensing System | 0 | 17 | 17 |
| 3. Equipment Replacement Upgrade | 0 | 25 | 25 |
| 4. Agency Web Site | 0 | 3 | 3 |
| 5. Relocate Agency | 0 | 27 | 27 |
| 6. Investigation Costs | 0 | 34 | 34 |
| <hr/> | | | |
| Total 1999-01 Biennium | 0 | 1,119 | 1,119 |
| Fiscal Year 2000 Total | 0 | 565 | 565 |
| Fiscal Year 2001 Total | 0 | 554 | 554 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. LICENSING SYSTEM - Funding is provided to design and implement security, backup, disaster recovery, and user documentation components for the licensing system. These activities will enable the agency to maintain accurate and valid licensing, compliance, and violation information on certified public accountants (CPA) and CPA firms. (Certified Public Accountants' Account)
3. EQUIPMENT REPLACEMENT UPGRADE - Funding is provided for various information technology upgrades, including computer and printer replacement, and software and server improvements. (Certified Public Accountants' Account)
4. AGENCY WEB SITE - Funding is provided for the development, design, implementation, and maintenance of an agency web site. (Certified Public Accountants' Account)
5. RELOCATE AGENCY - Funding is provided for the agency to move into a new facility that addresses concerns with Americans with Disabilities Act (ADA) compliance, fire protection, and adequate wiring to support the agency's information technology equipment. (Certified Public Accountants' Account)
6. INVESTIGATION COSTS - Funding is provided for incremental investigation costs associated with an increase in the cost of contracting with specialized investigators, a 30 percent increase in workload resulting from an increase in reported violations of the Public Accountancy Act, and specialized training for agency staff in the areas of fraud investigation and auditing and negotiations. (Certified Public Accountants' Account)

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

Forensic Investigations Council

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|----------|------------|------------|
| 1997-99 Expenditure Authority | 0 | 12 | 12 |
| 1999-01 Maintenance Level | 0 | 22 | 22 |
| Policy Items | | | |
| 1. Multiple Death Investigations | 0 | 250 | 250 |
| Total 1999-01 Biennium | 0 | 272 | 272 |
| Fiscal Year 2000 Total | 0 | 261 | 261 |
| Fiscal Year 2001 Total | 0 | 11 | 11 |

Comments:

1. MULTIPLE DEATH INVESTIGATIONS - Funding is provided to implement Chapter 142, Laws of 1999 (SHB 1069 - Multiple Death Investigations), which allows up to \$250,000 from the Death Investigations Account to be appropriated to the Forensic Investigation Council for providing financial assistance to local jurisdictions in multiple death investigations. The type of multiple death investigations are limited to those involving unanticipated, extraordinary and catastrophic events, or involving multiple jurisdictions. The Forensic Investigation Council will develop guidelines for providing this financial assistance. (Death Investigations Account)

Washington Horse Racing Commission

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|----------|--------------|--------------|
| 1997-99 Expenditure Authority | 0 | 4,828 | 4,828 |
| 1999-01 Maintenance Level | 0 | 4,595 | 4,595 |
| Policy Items | | | |
| 1. General Inflation | 0 | -23 | -23 |
| 2. Convert Vet to Employee Status | 0 | 7 | 7 |
| Total 1999-01 Biennium | 0 | 4,579 | 4,579 |
| Fiscal Year 2000 Total | 0 | 2,292 | 2,292 |
| Fiscal Year 2001 Total | 0 | 2,287 | 2,287 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. CONVERT VET TO EMPLOYEE STATUS - Funding is provided to convert the veterinarian at Emerald Downs from contract status to a state employee. This veterinarian meets the Internal Revenue Service definition of an employee, and therefore must be converted. (Horse Racing Commission Account)

Washington State Liquor Control Board

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|--------------|----------------|----------------|
| 1997-99 Expenditure Authority | 2,897 | 132,526 | 135,423 |
| 1999-01 Maintenance Level | 2,585 | 134,296 | 136,881 |
| Policy Items | | | |
| 1. General Inflation | -8 | -416 | -424 |
| 2. Improve Budget Development | 0 | 96 | 96 |
| 3. Salary Increases | 0 | 66 | 66 |
| 4. Expanded Headquarters Space | 0 | 21 | 21 |
| 5. Improve Business Operations | 0 | 300 | 300 |
| 6. Information Technology Upgrade | 0 | 2,804 | 2,804 |
| 7. Training Coordinator | 0 | 102 | 102 |
| 8. Motel Liquor License Changes | 0 | 105 | 105 |
| Total 1999-01 Biennium | 2,577 | 137,374 | 139,951 |
| Fiscal Year 2000 Total | 1,293 | 69,678 | 70,971 |
| Fiscal Year 2001 Total | 1,284 | 67,696 | 68,980 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. IMPROVE BUDGET DEVELOPMENT - Funding is provided for one Budget Program Specialist 2 position to help manage the increase in budgeting and revenue forecasting responsibilities of the Board. (Liquor Revolving Fund)
3. SALARY INCREASES - Funding is provided for salary increases for the reclass of Customer Service Specialists 1 through 4. (Liquor Revolving Fund)
4. EXPANDED HEADQUARTERS SPACE - Funding is provided for acquiring additional space at the Liquor Control Board's new headquarters facility. (Liquor Revolving Fund)
5. IMPROVE BUSINESS OPERATIONS - Funding is provided to contract with a consultant to work with the Board to develop a six-year business plan with an emphasis on: restoring and maintaining appropriate levels of customer service; maintaining effective retail sales without artificially stimulating demand; making investments in business-related technology and merchandising information systems; making store location decisions; and customer service training for the retail staff. The Board will report its findings and recommendations to the Office of Financial Management and the Legislature by December 31, 1999. (Liquor Revolving Fund)
6. INFORMATION TECHNOLOGY UPGRADE - Funding is provided for upgrading the agency's information technology capabilities. The Liquor Control Board will prioritize the needed information technology enhancements within the available funding. Funding for this item is contingent upon compliance with the provisions stated in section 902 of the 1999-01 biennial operating budget. (Liquor Revolving Fund)
7. TRAINING COORDINATOR - Funding is provided for a training coordinator to manage the implementation of the Liquor Control Board's staff training plan. (Liquor Revolving Fund)
8. MOTEL LIQUOR LICENSE CHANGES - Funding is provided for the implementation of modifications to motel liquor licensing provisions, pursuant to Chapter 129, Laws of 1999 (ESSB 5712 - Motel Liquor Licenses).

Utilities and Transportation Commission

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|----------|---------------|---------------|
| 1997-99 Expenditure Authority | 0 | 25,046 | 25,046 |
| 1999-01 Maintenance Level | 0 | 25,682 | 25,682 |
| Policy Items | | | |
| 1. General Inflation | 0 | -148 | -148 |
| 2. Consumer Protection | 0 | 438 | 438 |
| 3. Railroad Safety | 0 | 274 | 274 |
| 4. Policy Research Support | 0 | 150 | 150 |
| 5. New Leased Space | 0 | 174 | 174 |
| 6. Utility Right-of-Way Study | 0 | 48 | 48 |
| Total 1999-01 Biennium | 0 | 26,618 | 26,618 |
| Fiscal Year 2000 Total | 0 | 13,339 | 13,339 |
| Fiscal Year 2001 Total | 0 | 13,279 | 13,279 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. CONSUMER PROTECTION - Funding is provided to add two staff positions to the consumer protection program on a permanent basis. Also, one position is added to the public affairs section to develop customer education materials and identify emerging issues. This will help reduce the amount of time the customer service staff spends on the phone with individual customers. (Public Service Revolving Account)
3. RAILROAD SAFETY - Funding is provided to allow the Commission to perform more outreach work in rail safety education, and to allow the building of partnerships with railroads and local governments to better identify high risk areas where resources should be focused to protect the public. (Public Service Revolving Account)
4. POLICY RESEARCH SUPPORT - Funding is provided for one telecommunication policy position in the Commission's policy research office to ensure that Washington State participates effectively in federal regulatory proceedings which will protect the state from potential cost shifts that could result in rate increases for state consumers. (Public Service Revolving Account)
5. NEW LEASED SPACE - Funding is provided for an additional 6,000 square feet of space at the agency's existing location in order to consolidate field staff into the same location. (Public Service Revolving Account)
6. UTILITY RIGHT-OF-WAY STUDY - Funding is provided to facilitate a study of the costs incurred by electric, natural gas, railroads, telecommunications, and water utilities for the placement of new and existing facilities within railroad rights-of-ways. The study will be available by December 1, 1999. (Public Service Revolving Account)

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

Board for Volunteer Firefighters

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|-------------|--------------|--------------|
| 1997-99 Expenditure Authority | 0 | 529 | 529 |
| 1999-01 Maintenance Level | 0 | 575 | 575 |
| Policy Items | | | |
| 1. General Inflation | 0 | -2 | -2 |
| Total 1999-01 Biennium | 0 | 573 | 573 |
| Fiscal Year 2000 Total | 0 | 280 | 280 |
| Fiscal Year 2001 Total | 0 | 293 | 293 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.

Military Department

(Dollars in Thousands)

| | GF-S | Other | Total |
|--|---------------|----------------|----------------|
| 1997-99 Expenditure Authority | 17,992 | 200,633 | 218,625 |
| 1999 Supplemental * | 12,473 | 35,396 | 47,869 |
| Total 1997-99 Biennium | 30,465 | 236,029 | 266,494 |
| 1999-01 Maintenance Level | 16,930 | 49,434 | 66,364 |
| Policy Items | | | |
| 1. General Inflation | -169 | -213 | -382 |
| 2. Radiological Instruments | 65 | 0 | 65 |
| 3. Emergency Service Readiness Centers | 3,000 | 0 | 3,000 |
| 4. Planning and Construction Reduction | -18 | 0 | -18 |
| 5. Conditional Scholarship Reduction | -50 | 0 | -50 |
| 6. Operations Assistant Reduction | -100 | 0 | -100 |
| 7. Enhanced 911 Program | 0 | -10,351 | -10,351 |
| 8. Disaster Recovery Funding | 10,174 | 113,710 | 123,884 |
| 9. State Emergency Response Committee | 0 | 285 | 285 |
| Total 1999-01 Biennium | 29,832 | 152,865 | 182,697 |
| Fiscal Year 2000 Total | 21,568 | 104,073 | 125,641 |
| Fiscal Year 2001 Total | 8,264 | 48,792 | 57,056 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. RADIOLOGICAL INSTRUMENTS - Funding is provided to upgrade outdated emergency responder devices on a priority basis with first-responders to accidents, such as hazardous materials teams, receiving new equipment first.
3. EMERGENCY SERVICE READINESS CENTERS - Funding is provided for design and/or construction activities at emergency readiness centers in Bremerton, Yakima, and Spokane. The Military Department will determine levels of funding for each center based on the needs at each site.
4. PLANNING AND CONSTRUCTION REDUCTION - Supply and travel expenditures for the Planning and Construction program are reduced.
5. CONDITIONAL SCHOLARSHIP REDUCTION - Funding is reduced by 25 percent for a scholarship program to encourage continuing education for National Guard members.
6. OPERATIONS ASSISTANT REDUCTION - Administrative support in the Emergency Operations Center is reduced. Some planning and training coordination activities for search and rescue efforts will be reduced.
7. ENHANCED 911 PROGRAM - The appropriation authority of the Enhanced 911 program is reduced to match the 1999-01 biennium revenue projections. The funding level provided is sufficient to cover ongoing operating expenses of Enhanced 911 centers throughout the state. (Enhanced 911 Account-State)
8. DISASTER RECOVERY FUNDING - Funding is provided for the 1999-01 biennium costs associated with providing disaster recovery assistance to state and local governments, and individuals for seven FEMA declared disasters that have occurred in recent years. The General Fund-State dollars are appropriated for deposit into the Disaster Response Account. (General Fund-State, Disaster Response Account-State, Disaster Response Account-Federal)
9. STATE EMERGENCY RESPONSE COMMITTEE - Federal law requires each state to establish a State Emergency Response Commission (SERC), and requires local emergency planning organizations to prepare plans for emergencies and to distribute critical emergency information to the public related to hazardous and toxic substances. Funding for two full-time staff

positions is provided to assist SERC in fulfilling its responsibilities and to coordinate the activities of local planning organizations. (Worker and Community Right-to-Know Account)

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

Public Employment Relations Commission

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|--------------|----------|--------------|
| 1997-99 Expenditure Authority | 3,532 | 0 | 3,532 |
| 1999-01 Maintenance Level | 3,874 | 0 | 3,874 |
| Policy Items | | | |
| 1. General Inflation | -18 | 0 | -18 |
| 2. Adjudicator/Mediator | 210 | 0 | 210 |
| Total 1999-01 Biennium | 4,066 | 0 | 4,066 |
| Fiscal Year 2000 Total | 2,034 | 0 | 2,034 |
| Fiscal Year 2001 Total | 2,032 | 0 | 2,032 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. ADJUDICATOR/MEDIATOR - The Commission projects a continued increase in its workload due to increases in the number and complexity of its cases. Adding one Labor Relations Adjudicator/Mediator and support staff will minimize the growth of the case backlog.

Growth Management Hearings Board

(Dollars in Thousands)

| | GF-S | Other | Total |
|---------------------------------------|--------------|----------|--------------|
| 1997-99 Expenditure Authority | 2,634 | 0 | 2,634 |
| 1999-01 Maintenance Level | 2,752 | 0 | 2,752 |
| Policy Items | | | |
| 1. General Inflation | -12 | 0 | -12 |
| 2. Computer Upgrades | 23 | 0 | 23 |
| 3. Increase Public Access to Hearings | 36 | 0 | 36 |
| Total 1999-01 Biennium | 2,799 | 0 | 2,799 |
| Fiscal Year 2000 Total | 1,419 | 0 | 1,419 |
| Fiscal Year 2001 Total | 1,380 | 0 | 1,380 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.

2. COMPUTER UPGRADES - Funding is provided to upgrade computer hardware and software to make systems compatible with the systems used at other state agencies.

3. INCREASE PUBLIC ACCESS TO HEARINGS - Funding is provided to permit an increased number of board hearings in the counties that petition for Growth Management Act forums.

State Convention and Trade Center

(Dollars in Thousands)

| | GF-S | Other | Total |
|--------------------------------------|----------|---------------|---------------|
| 1997-99 Expenditure Authority | 0 | 27,394 | 27,394 |
| 1999-01 Maintenance Level | 0 | 31,003 | 31,003 |
| Policy Items | | | |
| 1. General Inflation | 0 | -1,040 | -1,040 |
| Total 1999-01 Biennium | 0 | 29,963 | 29,963 |
| Fiscal Year 2000 Total | 0 | 14,944 | 14,944 |
| Fiscal Year 2001 Total | 0 | 15,019 | 15,019 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.

Washington State Gambling Commission

(Dollars in Thousands)

| | GF-S | Other | Total |
|--|----------|---------------|---------------|
| 1997-99 Expenditure Authority | 0 | 18,633 | 18,633 |
| 1999-01 Maintenance Level | 0 | 21,412 | 21,412 |
| Policy Items | | | |
| 1. General Inflation | 0 | -166 | -166 |
| 2. Expand Problem Gambling Contract | 0 | 100 | 100 |
| 3. Regulate Enhanced Card Rooms | 0 | 830 | 830 |
| 4. Automate Mandatory Training | 0 | 210 | 210 |
| 5. Adjust Vehicle Replacement Schedule | 0 | 272 | 272 |
| Total 1999-01 Biennium | 0 | 22,658 | 22,658 |
| Fiscal Year 2000 Total | 0 | 11,410 | 11,410 |
| Fiscal Year 2001 Total | 0 | 11,248 | 11,248 |

Comments:

1. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
2. EXPAND PROBLEM GAMBLING CONTRACT - Funding is provided for an increased contribution to the not-for-profit Washington State Council on Problem Gambling. These funds will allow the Council to: 1) respond to an increasing number of phone calls to its helpline; 2) add four training workshops for mental health professionals; and 3) add one staff who will train school counselors and make presentations to students. (Gambling Revolving Account)
3. REGULATE ENHANCED CARD ROOMS - Funding is provided for seven staff and resources to regulate a projected increase in the number of house-banked card rooms. (Gambling Revolving Account)
4. AUTOMATE MANDATORY TRAINING - Funding is provided to enable the Commission to have their mandatory training classes available on compact disc. This will allow licensees, Commission employees, local law enforcement officials, and the general public to complete training classes at a time and location that is convenient for them. (Gambling Revolving Account)
5. ADJUST VEHICLE REPLACEMENT SCHEDULE - Funding is provided to allow replacement of vehicles every six years. Increasing the replacement schedule will provide enforcement agents with reliable transportation as they perform their inspections, investigations, and undercover operations. (Gambling Revolving Account)