

2001 Supplemental Operating Budget

General Fund-State (Dollars in Thousands)	
General Government ⁽¹⁾	4,172
Human Services ^(2,4)	165,652
Natural Resources ⁽¹⁾	5,820
Public Schools ⁽³⁾	16,020
Higher Education	700
Special Appropriations ⁽¹⁾	2158
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	194,522

The 2001 Supplemental Budget funds unavoidable costs, including:

⁽¹⁾ Wildfires From the 2000 Fire Season - \$10.4 Million

Spring and summer of the year 2000 brought an unexpected number of wildfires. Current funding levels for wildfires in the Department of Natural Resources and Military Department budgets were exceeded, requiring supplemental funding to cover the higher firefighting expenses. The Supplemental Budget adds \$10.4 million General Fund-State and \$6.2 million in other funds to cover these unexpected costs.

⁽²⁾ Medical Assistance Cost and Caseload Increases - \$141 Million

Continuing current Medical Assistance services is projected to cost an additional \$141 million General Fund-State, a 9 percent increase over amounts originally budgeted for the 1999-01 biennium. Increased expenditures are due to increasing caseloads for entitlement programs and higher costs per person served. The number of individuals covered by Medical Assistance programs in fiscal year 2001 is projected to grow by approximately 36,000, or 5 percent over the original estimate. An additional \$23 million of Temporary Assistance for Needy Families money is provided to pay for higher medical costs incurred during the first year of the biennium.

⁽³⁾ Enrollment Increases - \$16 Million

Public school enrollments have increased and additional needs in the areas of pupil transportation and special education require supplemental funding. The supplemental budget includes an additional \$16 million General Fund-State to continue to provide the same level of educational opportunities to the children of our state.

⁽⁴⁾ Mental Health, Developmental Disabilities, and General Assistance-Unemployable Caseload - \$12.8 Million

Caseload levels in current state programs for Mental Health, Developmental Disabilities and General Assistance-Unemployable were increased by the February 2001 Caseload Forecast Council. The supplemental budget includes an additional \$12.8 million General Fund-State to continue the current levels of service for these programs.

1999-01 Estimated Revenues and Expenditures

General Fund-State

(Dollars in Millions)

Resources	
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Beginning Balance	462.0
March Revenue Forecast	21,312.4
June Revenue Change	-27.2
Tax Reductions	-0.1
Health Services Account Transfer	121.0
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Available Resources	21,868.1

Appropriations	
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Total Appropriations	21,045.8
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General Fund Balance	
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Ending Balance	599.7
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Emergency Reserve Fund Balance	
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Beginning Balance and Interest	597.2
Transfer from General Fund	221.7
Education Construction Transfer	-240.8
Transportation Transfer	-35.0
Emergency Transfers	-58.3
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Ending Balance	484.8

Total Reserves	1,084.5
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**1999-01 Washington State Operating Budget
Appropriations Contained Within Other Legislation**

(Dollars in Thousands)

Bill Number and Subject	Session Law	Agency	GF-S	Total
HB 2222 - Emergent Needs	C 5 L 01	Military Department		5,000
HB 2222 - Emergent Needs	C 5 L 01	Dept of Community, Trade, & Econ Develop		5,000
Total				<u>10,000</u>

Note: Operating appropriations contained in Chapter 117, Laws of 2001 (SHB 1314 - Omnibus Operating Supplemental Budget) and Chapter 1, Laws of 2001, 2nd sp.s. (2ESHB 1266 - Transportation Supplemental Budget) are displayed in the appropriate sections of this document.

Washington State Omnibus Operating Budget

1999-01 Expenditure Authority

TOTAL STATE

(Dollars in Thousands)

	General Fund-State			Total All Funds		
	1999-01	2001 Supp	Rev 1999-01	1999-01	2001 Supp	Rev 1999-01
Legislative	117,683	0	117,683	124,815	0	124,815
Judicial	66,527	-273	66,254	123,118	-633	122,485
Governmental Operations	398,761	4,180	402,941	2,518,891	24,807	2,543,698
Other Human Services	1,097,774	3,465	1,101,239	3,136,194	9,349	3,145,543
DSHS	5,137,683	162,187	5,299,870	12,430,563	361,768	12,792,331
Natural Resources	299,174	5,820	304,994	997,655	35,798	1,033,453
Transportation	52,823	265	53,088	110,297	215	110,512
Total Education	12,045,267	16,720	12,061,987	16,375,252	-19,327	16,355,925
Public Schools	9,442,945	16,020	9,458,965	10,398,399	-20,027	10,378,372
Higher Education	2,547,801	700	2,548,501	5,875,347	700	5,876,047
Other Education	54,521	0	54,521	101,506	0	101,506
Special Appropriations	1,634,494	2,158	1,636,652	2,100,858	72,815	2,173,673
Statewide Total	20,850,186	194,522	21,044,708	37,917,643	484,792	38,402,435

Note: Includes all operating appropriations from both the Omnibus and Transportation Budgets enacted through the July 2001 special session of the Legislature.

Washington State Omnibus Operating Budget

1999-01 Expenditure Authority

LEGISLATIVE AND JUDICIAL

(Dollars in Thousands)

	General Fund-State			Total All Funds		
	1999-01	2001 Supp	Rev 1999-01	1999-01	2001 Supp	Rev 1999-01
House of Representatives	50,989	0	50,989	51,034	0	51,034
Senate	41,359	0	41,359	41,404	0	41,404
Jt Leg Audit & Review Committee	3,375	0	3,375	3,375	0	3,375
LEAP Committee	2,532	0	2,532	2,937	0	2,937
Office of the State Actuary	0	0	0	1,967	0	1,967
Joint Legislative Systems Comm	11,694	0	11,694	13,875	0	13,875
Statute Law Committee	7,238	0	7,238	9,727	0	9,727
Redistricting Commission	496	0	496	496	0	496
Total Legislative	117,683	0	117,683	124,815	0	124,815
Supreme Court	10,094	0	10,094	10,094	0	10,094
State Law Library	3,685	0	3,685	3,685	0	3,685
Court of Appeals	22,779	0	22,779	22,779	0	22,779
Commission on Judicial Conduct	1,756	92	1,848	1,756	92	1,848
Office of Administrator for Courts	27,713	-365	27,348	71,814	-315	71,499
Office of Public Defense	500	0	500	12,990	-410	12,580
Total Judicial	66,527	-273	66,254	123,118	-633	122,485
Total Legislative/Judicial	184,210	-273	183,937	247,933	-633	247,300

Washington State Omnibus Operating Budget

1999-01 Expenditure Authority

GOVERNMENTAL OPERATIONS

(Dollars in Thousands)

	General Fund-State			Total All Funds		
	1999-01	2001 Supp	Rev 1999-01	1999-01	2001 Supp	Rev 1999-01
Office of the Governor	11,482	0	11,482	12,391	0	12,391
Office of the Lieutenant Governor	686	0	686	846	0	846
Public Disclosure Commission	3,921	137	4,058	3,921	137	4,058
Office of the Secretary of State	22,442	1,371	23,813	35,363	1,767	37,130
Governor's Office of Indian Affairs	520	0	520	520	0	520
Asian-Pacific-American Affrs	430	6	436	430	6	436
Office of the State Treasurer	0	0	0	14,244	0	14,244
Office of the State Auditor	2,156	0	2,156	43,171	0	43,171
Comm Salaries for Elected Officials	195	5	200	195	5	200
Office of the Attorney General	8,636	-30	8,606	157,459	-30	157,429
Caseload Forecast Council	910	0	910	910	0	910
Dept of Financial Institutions	0	0	0	20,359	0	20,359
Dept Community, Trade, Econ Dev	145,442	0	145,442	360,061	5,000	365,061
Economic & Revenue Forecast Council	947	0	947	947	0	947
Office of Financial Management	25,808	142	25,950	64,263	430	64,693
Office of Administrative Hearings	0	0	0	20,799	131	20,930
Department of Personnel	0	0	0	33,629	393	34,022
State Lottery Commission	0	0	0	796,297	0	796,297
Washington State Gambling Comm	0	0	0	27,630	0	27,630
WA State Comm on Hispanic Affairs	441	9	450	441	9	450
African-American Affairs Comm	378	9	387	378	9	387
Personnel Appeals Board	0	0	0	1,602	0	1,602
Department of Retirement Systems	0	0	0	49,365	54	49,419
State Investment Board	0	0	0	11,137	0	11,137
Department of Revenue	138,169	-1,015	137,154	148,086	-1,015	147,071
Board of Tax Appeals	1,856	0	1,856	1,856	0	1,856
Municipal Research Council	1,766	0	1,766	4,146	0	4,146
Minority & Women's Business Enterp	0	0	0	2,546	0	2,546
Dept of General Administration	901	0	901	127,405	0	127,405
Department of Information Services	0	0	0	216,173	0	216,173
Office of Insurance Commissioner	0	0	0	25,670	0	25,670
State Board of Accountancy	0	0	0	1,254	0	1,254
Forensic Investigations Council	0	0	0	272	0	272
Washington Horse Racing Commission	0	0	0	4,579	0	4,579
WA State Liquor Control Board	2,577	242	2,819	141,989	4,377	146,366
Utilities and Transportation Comm	0	0	0	27,418	0	27,418
Board for Volunteer Firefighters	0	0	0	573	0	573
Military Department	22,233	3,304	25,537	121,267	13,534	134,801
Public Employment Relations Comm	4,066	0	4,066	4,066	0	4,066
Growth Management Hearings Board	2,799	0	2,799	2,799	0	2,799
State Convention and Trade Center	0	0	0	32,434	0	32,434
Total Governmental Operations	398,761	4,180	402,941	2,518,891	24,807	2,543,698

Washington State Omnibus Operating Budget

1999-01 Expenditure Authority

HUMAN SERVICES

(Dollars in Thousands)

	General Fund-State			Total All Funds		
	1999-01	2001 Supp	Rev 1999-01	1999-01	2001 Supp	Rev 1999-01
WA State Health Care Authority	13,004	0	13,004	603,223	0	603,223
Human Rights Commission	5,147	0	5,147	6,721	0	6,721
Bd of Industrial Insurance Appeals	0	0	0	23,231	0	23,231
Criminal Justice Training Comm	0	0	0	17,880	-728	17,152
Department of Labor and Industries	14,508	0	14,508	423,422	1,400	424,822
Indeterminate Sentence Review Board	1,854	0	1,854	1,854	0	1,854
Department of Health	127,124	0	127,124	565,255	6,390	571,645
Department of Veterans' Affairs	18,364	0	18,364	59,706	52	59,758
Department of Corrections	910,616	3,465	914,081	977,291	-6,129	971,162
Dept of Services for the Blind	2,994	0	2,994	15,930	550	16,480
Sentencing Guidelines Commission	1,641	0	1,641	1,641	0	1,641
Department of Employment Security	2,522	0	2,522	440,040	7,814	447,854
Total Other Human Services	1,097,774	3,465	1,101,239	3,136,194	9,349	3,145,543

Washington State Omnibus Operating Budget

1999-01 Expenditure Authority

DEPARTMENT OF SOCIAL & HEALTH SERVICES

(Dollars in Thousands)

	General Fund-State			Total All Funds		
	1999-01	2001 Supp	Rev 1999-01	1999-01	2001 Supp	Rev 1999-01
Children and Family Services	410,694	-3,537	407,157	770,891	-4,656	766,235
Juvenile Rehabilitation	173,178	-6,914	166,264	240,242	-8,505	231,737
Mental Health	516,029	6,542	522,571	1,016,172	11,963	1,028,135
Developmental Disabilities	529,486	6,185	535,671	1,026,079	6,297	1,032,376
Long-Term Care	921,068	2,312	923,380	1,906,383	1,596	1,907,979
Economic Services Administration	838,655	10,458	849,113	2,099,236	6,728	2,105,964
Alcohol & Substance Abuse	43,439	-35	43,404	219,268	-44	219,224
Medical Assistance Payments	1,579,191	141,195	1,720,386	4,876,699	338,535	5,215,234
Vocational Rehabilitation	17,405	-35	17,370	101,176	-144	101,032
Administration/Support Svcs	46,123	6,016	52,139	90,070	9,946	100,016
Payments to Other Agencies	62,415	0	62,415	84,347	52	84,399
Total DSHS	5,137,683	162,187	5,299,870	12,430,563	361,768	12,792,331
Total Human Services	6,235,457	165,652	6,401,109	15,566,757	371,117	15,937,874

Washington State Omnibus Operating Budget

1999-01 Expenditure Authority

NATURAL RESOURCES

(Dollars in Thousands)

	General Fund-State			Total All Funds		
	1999-01	2001 Supp	Rev 1999-01	1999-01	2001 Supp	Rev 1999-01
Columbia River Gorge Commission	697	0	697	1,354	0	1,354
Department of Ecology	78,687	0	78,687	278,985	-118	278,867
WA Pollution Liab Insurance Program	0	0	0	2,094	0	2,094
State Parks and Recreation Comm	55,749	32	55,781	89,360	140	89,500
Interagency Comm for Outdoor Rec	275	0	275	6,626	0	6,626
Environmental Hearings Office	1,612	0	1,612	1,612	0	1,612
State Conservation Commission	5,264	0	5,264	9,326	0	9,326
Dept of Fish and Wildlife	87,183	645	87,828	275,992	26,810	302,802
Department of Natural Resources	54,315	5,143	59,458	250,467	8,966	259,433
Department of Agriculture	15,392	0	15,392	81,839	0	81,839
Total Natural Resources	299,174	5,820	304,994	997,655	35,798	1,033,453

Washington State Omnibus Operating Budget

1999-01 Expenditure Authority

TRANSPORTATION

(Dollars in Thousands)

	General Fund-State			Total All Funds		
	<u>1999-01</u>	<u>2001 Supp</u>	<u>Rev 1999-01</u>	<u>1999-01</u>	<u>2001 Supp</u>	<u>Rev 1999-01</u>
Washington State Patrol	42,322	113	42,435	77,206	113	77,319
Department of Licensing	<u>10,501</u>	<u>152</u>	<u>10,653</u>	<u>33,091</u>	<u>102</u>	<u>33,193</u>
Total Transportation	52,823	265	53,088	110,297	215	110,512

Washington State Omnibus Operating Budget

1999-01 Expenditure Authority

EDUCATION

(Dollars in Thousands)

	General Fund-State			Total All Funds		
	1999-01	2001 Supp	Rev 1999-01	1999-01	2001 Supp	Rev 1999-01
OSPI & Statewide Programs	84,159	0	84,159	168,599	10,044	178,643
General Apportionment	6,987,997	9,105	6,997,102	6,987,997	9,105	6,997,102
Pupil Transportation	362,265	2,599	364,864	362,265	2,599	364,864
School Food Services	6,200	0	6,200	297,961	0	297,961
Special Education	772,493	5,594	778,087	944,160	10,038	954,198
Traffic Safety Education	15,509	-495	15,014	15,509	-495	15,014
Educational Service Districts	9,067	0	9,067	9,067	0	9,067
Levy Equalization	224,677	1,993	226,670	224,677	1,993	226,670
Elementary/Secondary School Improv	0	0	0	285,193	0	285,193
Institutional Education	38,765	-1,220	37,545	47,313	-1,220	46,093
Ed of Highly Capable Students	12,269	-15	12,254	12,269	-15	12,254
Education Reform	69,534	-887	68,647	69,767	-887	68,880
Transitional Bilingual Instruction	73,481	171	73,652	73,481	171	73,652
Learning Assistance Program (LAP)	138,406	-1,078	137,328	138,406	-1,078	137,328
Block Grants	60,296	74	60,370	60,296	74	60,370
Better Schools Program	57,500	-1,404	56,096	57,500	-1,404	56,096
Compensation Adjustments	530,327	1,583	531,910	530,327	1,583	531,910
Common School Construction	0	0	0	113,612	-50,535	63,077
Total Public Schools	9,442,945	16,020	9,458,965	10,398,399	-20,027	10,378,372

Washington State Omnibus Operating Budget

1999-01 Expenditure Authority

PUBLIC SCHOOLS

(Dollars in Thousands)

	General Fund-State			Total All Funds		
	1999-01	2001 Supp	Rev 1999-01	1999-01	2001 Supp	Rev 1999-01
Higher Education Coordinating Board	240,637	0	240,637	250,835	0	250,835
University of Washington	651,947	0	651,947	2,712,042	0	2,712,042
Washington State University	379,970	0	379,970	789,187	0	789,187
Eastern Washington University	85,539	0	85,539	153,469	0	153,469
Central Washington University	86,786	0	86,786	155,959	0	155,959
The Evergreen State College	47,147	0	47,147	82,178	0	82,178
Spokane Intercol Rsch & Tech Inst	0	0	0	2,659	0	2,659
Western Washington University	109,807	0	109,807	219,672	0	219,672
Community/Technical College System	945,968	700	946,668	1,509,346	700	1,510,046
Total Higher Education	2,547,801	700	2,548,501	5,875,347	700	5,876,047
State School for the Blind	8,209	0	8,209	8,853	0	8,853
State School for the Deaf	13,699	0	13,699	13,699	0	13,699
Work Force Trng & Educ Coord Board	2,847	0	2,847	37,751	0	37,751
State Library	16,718	0	16,718	25,577	0	25,577
Washington State Arts Commission	4,876	0	4,876	5,921	0	5,921
Washington State Historical Society	5,652	0	5,652	7,185	0	7,185
East Wash State Historical Society	2,520	0	2,520	2,520	0	2,520
Total Other Education	54,521	0	54,521	101,506	0	101,506
Total Education	12,045,267	16,720	12,061,987	16,375,252	-19,327	16,355,925

Washington State Omnibus Operating Budget

1999-01 Expenditure Authority

SPECIAL APPROPRIATIONS

(Dollars in Thousands)

	General Fund-State			Total All Funds		
	<u>1999-01</u>	<u>2001 Supp</u>	<u>Rev 1999-01</u>	<u>1999-01</u>	<u>2001 Supp</u>	<u>Rev 1999-01</u>
Bond Retirement and Interest	1,118,176	1,066	1,119,242	1,295,863	-1,834	1,294,029
Special Approps to the Governor	307,014	1,000	308,014	413,305	74,336	487,641
Sundry Claims	215	92	307	215	313	528
Other Appropriations	-3,647	0	-3,647	-13,408	0	-13,408
State Employee Compensation Adjust	161,024	0	161,024	353,171	0	353,171
Contributions to Retirement Systems	<u>51,712</u>	<u>0</u>	<u>51,712</u>	<u>51,712</u>	<u>0</u>	<u>51,712</u>
Total Special Appropriations	1,634,494	2,158	1,636,652	2,100,858	72,815	2,173,673

1999-01 Washington State Operating Budget
2001 Supplemental Budget
Chapter 117, Laws of 2001 (SHB 1314)
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
Judicial			
Commission on Judicial Conduct			
1. Investigations/Fact Finding Hearing	92	0	92
Office of the Administrator for the Courts			
2. Fall Conference	0	50	50
3. Superior Court Judge-Pierce County	45	0	45
4. Adjust Superior Court Judge Program	-410	0	-410
Total	<u>-365</u>	<u>50</u>	<u>-315</u>
Office of Public Defense			
5. Caseload Savings	0	-410	-410
Total Judicial	<u>-273</u>	<u>-360</u>	<u>-633</u>
Governmental Operations			
Public Disclosure Commission			
6. Litigation Costs	137	0	137
Office of the Secretary of State			
7. Presidential Primary Reimbursement	1,621	0	1,621
8. Microfilm Bureau	0	385	385
9. Southwest Archives Space Increase	0	11	11
10. Election Workload Reduction Savings	-250	0	-250
Total	<u>1,371</u>	<u>396</u>	<u>1,767</u>
Comm on Asian-Pacific-American Affairs			
11. Unexpected Unemployment Costs	6	0	6
Commission on Salaries for Elected Officials			
12. Office Relocation	5	0	5
Office of the Attorney General			
13. Initiative Defense Costs	-30	0	-30
Dept of Community, Trade, & Economic Development			
14. HB 2222 - Emergency Assistance	0	5,000	5,000
Office of Financial Management			
15. Local Improvement District Payments	40	0	40
16. AmeriCorps Funds	102	288	390
Total	<u>142</u>	<u>288</u>	<u>430</u>
Office of Administrative Hearings			
17. Extraordinary Interpreter Costs	0	45	45
18. Court Reporter Cost Increase	0	54	54
19. Leased Facilities Renewals	0	32	32
Total	<u>0</u>	<u>131</u>	<u>131</u>

1999-01 Washington State Operating Budget
2001 Supplemental Budget
Chapter 117, Laws of 2001 (SHB 1314)
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
Department of Personnel			
20. PERS 3 Programming Changes	0	393	393
WA State Commission on Hispanic Affairs			
21. Facility Cost Increase	9	0	9
WA State Comm on African-American Affairs			
22. Facility Cost Increase	9	0	9
Department of Retirement Systems			
23. Change in Pension Plan Year	0	54	54
Department of Revenue			
24. Property Tax Deferred Payments	-1,015	0	-1,015
Washington State Liquor Control Board			
25. Mandatory Redemption of Certificate	0	2,885	2,885
26. Legal Services	242	170	412
27. Contract Agency Vendor Commission	0	925	925
28. Point-of-Sale System Failure	0	155	155
Total	<u>242</u>	<u>4,135</u>	<u>4,377</u>
Military Department			
29. Disaster Funding Adjustment	0	-6,067	-6,067
30. Enhanced 911 Adjustment	0	-2,900	-2,900
31. Fire Mobilization	3,227	4,003	7,230
32. Natural Gas Rate Increase	57	44	101
33. Mandatory Salary Increases	20	0	20
34. Earthquake Response and Recovery	0	10,150	10,150
35. HB 2222 - Emergency Assistance	0	5,000	5,000
Total	<u>3,304</u>	<u>10,230</u>	<u>13,534</u>
Total Governmental Operations	<u>4,180</u>	<u>20,627</u>	<u>24,807</u>
DSHS			
Children and Family Services			
36. Mandatory Caseload Changes	-1,974	-658	-2,632
37. Lease Costs	37	12	49
38. Administrative Reductions	-99	-52	-151
39. Align Core Functions	-431	-421	-852
40. Staff Secure Group Homes	-1,070	0	-1,070
Total	<u>-3,537</u>	<u>-1,119</u>	<u>-4,656</u>
Juvenile Rehabilitation			
41. Mandatory Workload Changes	-5,162	-1,591	-6,753
42. Utility Increase	133	0	133
43. Align Core Functions	-2,206	0	-2,206
44. Medication Utilization	321	0	321
Total	<u>-6,914</u>	<u>-1,591</u>	<u>-8,505</u>

1999-01 Washington State Operating Budget
2001 Supplemental Budget
Chapter 117, Laws of 2001 (SHB 1314)
(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
Mental Health			
45. Mandatory Caseload Changes	5,585	5,777	11,362
46. Utility Increase	529	0	529
47. Administrative Reductions	-170	-19	-189
48. Align Core Functions	-737	-337	-1,074
49. Community Transition	300	0	300
50. Special Commitment Center Changes	557	0	557
51. Disabilities Compliance	478	0	478
Total	<u>6,542</u>	<u>5,421</u>	<u>11,963</u>
Developmental Disabilities			
52. Utility Increase	456	469	925
53. Rate Uniformity	498	573	1,071
54. Voluntary Placement Forecast	6,370	2,289	8,659
55. Medicaid Personal Care Forecast	-582	-1,962	-2,544
56. Align Core Functions	-1,030	-1,117	-2,147
57. Allen Lawsuit Attorney Fees	864	0	864
58. Voluntary Placement Program Target	-391	-140	-531
Total	<u>6,185</u>	<u>112</u>	<u>6,297</u>
Long-Term Care			
59. Mandatory Caseload Changes	2,519	-1,862	657
60. Rate Uniformity	-498	-755	-1,253
61. Nursing Home Rates	490	503	993
62. Administrative Reductions	-49	-17	-66
63. Align Core Functions	-211	-160	-371
64. Homecare Worker Health Insurance	61	1,575	1,636
Total	<u>2,312</u>	<u>-716</u>	<u>1,596</u>
Economic Services Administration			
65. Mandatory Caseload Changes	3,034	-2,583	451
66. Administrative Reductions	-176	-139	-315
67. Align Core Functions	-767	-1,008	-1,775
68. Food Stamp Admin Fund Split	2,281	0	2,281
69. Maintenance-of-Effort Funds	6,086	0	6,086
Total	<u>10,458</u>	<u>-3,730</u>	<u>6,728</u>
Alcohol and Substance Abuse			
70. Administrative Reductions	-7	0	-7
71. Align Core Functions	-28	-9	-37
Total	<u>-35</u>	<u>-9</u>	<u>-44</u>
Medical Assistance Payments			
72. Mandatory Workload Changes	303	805	1,108
73. Mandatory Caseload Changes	83,593	65,906	149,499
74. Payment Integrity Program	-467	-429	-896
75. Rate Changes	-15,876	-23,333	-39,209
76. Disproportionate Share Adjustment	-3,966	3,966	0
77. Administrative Reductions	-13	-41	-54

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	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
Medical Assistance Payments (continued)			
78. Align Core Functions	-57	-252	-309
79. Fractional Drug Pricing	-106	-9	-115
80. Consolidated Savings Steps	-2,538	-3,080	-5,618
81. FQHC/Rural Health Care Centers	2,286	5,715	8,001
82. Family Planning Waiver	-426	926	500
83. Medicare Outreach	833	795	1,628
84. TANF Reinstatements	7,153	5,234	12,387
85. Medical Services Utilization	70,713	43,127	113,840
86. Pneumococcal Vaccine	-16	-15	-31
87. TANF Asset Disregard	-221	-229	-450
88. Expand Proshare and DSH Programs	0	98,254	98,254
Total	141,195	197,340	338,535
Vocational Rehabilitation			
89. Administrative Reductions	-8	-13	-21
90. Align Core Functions	-27	-96	-123
Total	-35	-109	-144
Administration and Supporting Services			
91. Administrative Reductions	522	281	803
92. Align Core Functions	5,494	3,400	8,894
93. Payment Integrity Program	0	249	249
Total	6,016	3,930	9,946
Payments to Other Agencies			
94. Administrative Hearings	0	52	52
Total DSHS	162,187	199,581	361,768
Other Human Services			
WA State Criminal Justice Training Commission			
95. Reimburse Law Enforcement Agencies	0	412	412
96. Workload Adjustment	0	-1,140	-1,140
Total	0	-728	-728
Department of Labor and Industries			
97. Crime Victims Program Accounting	0	1,400	1,400
Department of Health			
98. AIDS Prescription Drug Rebates	0	1,746	1,746
99. Women, Infants, & Children Rebates	0	4,595	4,595
100. Hanford Reservation Wildfire	0	49	49
Total	0	6,390	6,390
Department of Veterans' Affairs			
101. Homeless Veterans Grant	0	52	52

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	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
Department of Corrections			
102. Community Custody Hearings	674	0	674
103. Lease Increases	499	0	499
104. Revolving Fund Adjustment	272	0	272
105. Intermediate Sanctions Delays	-638	0	-638
106. Workload Forecast Changes	-4,014	153	-3,861
107. Health Care Inflation	2,170	0	2,170
108. Utility Rate Increase	846	0	846
109. Safety and Health	69	0	69
110. Criminal Alien Assistance Program	7,747	-9,747	-2,000
111. Debt Service Adjustment	-787	0	-787
112. Reduce General Fund Support	-3,373	0	-3,373
Total	<u>3,465</u>	<u>-9,594</u>	<u>-6,129</u>
Department of Services for the Blind			
113. Additional Federal Funding	0	550	550
Department of Employment Security			
114. Increase Federal Fund Authority	0	7,814	7,814
Total Other Human Services	<u><u>3,465</u></u>	<u><u>5,884</u></u>	<u><u>9,349</u></u>
Natural Resources			
Department of Ecology			
115. Legal Support for Hanford Actions	0	239	239
116. Flood Hazard Prevention Grants	0	52	52
117. Pine Hollow EIS	0	-325	-325
118. Latah Creek Flood Control	0	-84	-84
Total	<u>0</u>	<u>-118</u>	<u>-118</u>
State Parks and Recreation Commission			
119. Building 502 Renovation	0	108	108
120. Computer Equipment Replacement	32	0	32
Total	<u>32</u>	<u>108</u>	<u>140</u>
Department of Fish and Wildlife			
121. Non-Game Program Administration	0	360	360
122. Eastern Washington Wildfires	645	0	645
123. Recreational Site Enhancements	0	124	124
124. Warm Water Game Fish Enhancement	0	400	400
125. Hatchery Operations	0	7,050	7,050
126. Fishery Management	0	106	106
127. Administrative Program Adjustments	0	500	500
128. Commercial License Buy Back	0	17,625	17,625
Total	<u>645</u>	<u>26,165</u>	<u>26,810</u>
Department of Natural Resources			
129. Emergency Fire Suppression	5,143	3,646	8,789

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	GF-S	Other	Total
Department of Natural Resources (continued)			
130. Agricultural Trust Lands	0	177	177
Total	5,143	3,823	8,966
Total Natural Resources	5,820	29,978	35,798
 Transportation			
Washington State Patrol			
131. Executive Mansion Security	113	0	113
 Department of Licensing			
132. Attorney General and Hearing Costs	102	0	102
133. Attorney General Regulatory Support	50	-50	0
Total	152	-50	102
Total Transportation	265	-50	215
 Public Schools			
OSPI & Statewide Programs			
134. Federal Funds Update	0	10,044	10,044
 General Apportionment			
135. Enrollment/Workload Changes	9,305	0	9,305
136. Audit Adjustments	-200	0	-200
Total	9,105	0	9,105
 Pupil Transportation			
137. Enrollment/Workload Changes	2,599	0	2,599
 Special Education			
138. Federal Funds Update	0	4,444	4,444
139. Enrollment/Workload Changes	5,894	0	5,894
140. Audit Adjustments	-300	0	-300
Total	5,594	4,444	10,038
 Traffic Safety Education			
141. Enrollment/Workload Changes	-495	0	-495
 Levy Equalization			
142. Levy Equalization Update	1,993	0	1,993
 Institutional Education			
143. Enrollment/Workload Changes	-1,220	0	-1,220
 Education of Highly Capable Students			
144. Enrollment/Workload Changes	-15	0	-15
 Education Reform			
145. Enrollment/Workload Changes	-887	0	-887

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	GF-S	Other	Total
Transitional Bilingual Instruction			
146. Enrollment/Workload Changes	171	0	171
Learning Assistance Program (LAP)			
147. Enrollment/Workload Changes	-1,078	0	-1,078
Block Grants			
148. Enrollment/Workload Changes	74	0	74
Better Schools Program			
149. Enrollment/Workload Changes	-1,404	0	-1,404
Compensation Adjustments			
150. Enrollment/Workload Changes	1,583	0	1,583
Common School Construction			
151. Transfer to Common School Construct	0	-50,535	-50,535
Total Public Schools	16,020	-36,047	-20,027
 Special Appropriations			
Community & Technical College System			
152. Legal Settlement	700	0	700
Total Special Appropriations	700	0	700
 Special Appropriations			
Bond Retirement & Interest			
153. Debt Service Adjustment	0	-2,900	-2,900
154. Debt Service Adjustment	1,066	0	1,066
Total	1,066	-2,900	-1,834
Special Approps to the Governor			
155. Agricultural Trust Lands Settlement	0	16,000	16,000
156. Fire Contingency Pool	1,000	1,000	2,000
157. Earthquake Emergency Assistance	0	56,336	56,336
Total	1,000	73,336	74,336
Sundry Claims			
158. Self Defense Claims	92	0	92
159. Wildlife Claims	0	221	221
Total	92	221	313
Total Special Appropriations	2,158	70,657	72,815
Total 2001 Supplemental	194,522	290,270	484,792

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Comments:

Commission on Judicial Conduct

1. INVESTIGATIONS/FACT FINDING HEARING - Funding is provided for costs associated with additional workload and investigations of alleged misconduct by judges.

Office of the Administrator for the Courts

2. FALL CONFERENCE - Additional funding is provided to cover the costs of the 2000 Fall Conference in Spokane. The Office of the Administrator for the Courts is responsible for travel-related costs of participating judges. Increased attendance has driven this biennium's conference costs higher than in previous biennia. (Public Safety and Education Account)
3. SUPERIOR COURT JUDGE-PIERCE COUNTY - Funding is provided to cover the state's portion of salaries and benefits for the new Pierce County Superior Court judge position filled in FY 2001.
4. ADJUST SUPERIOR COURT JUDGE PROGRAM - Funding is adjusted to reflect an underexpenditure in the Superior Court Judges Program. The reason for this underexpenditure has been primarily attributable to vacant judge positions and lower-than-projected utilization of arbitration and pro-tem funding.

Office of Public Defense

5. CASELOAD SAVINGS - Funding for the Office of Public Defense is adjusted due to lower-than-projected costs for indigent death penalty cases and court reporter reimbursements. (Public Safety and Education Account)

Public Disclosure Commission

6. LITIGATION COSTS - One-time funding is provided for extraordinary costs related to discovery proceedings in enforcement actions brought by the Commission.

Office of the Secretary of State

7. PRESIDENTIAL PRIMARY REIMBURSEMENT - The state is required to reimburse counties for costs of conducting the presidential preference primary election. For the 2000 presidential primary, costs submitted by counties for reimbursement by the state exceeded the budgeted amount by 43 percent. This one-time appropriation enables the Secretary of State to reimburse the counties, subject to verification of actual costs incurred.
8. MICROFILM BUREAU - The Secretary of State is required to operate a bureau to microfilm, at cost, key records of state and local government. Demand for service during the 1999-01 biennium has exceeded expectations. Additional one-time appropriation authority will allow the Microfilm Bureau to meet this higher volume. (Archives and Records Management Account-State)
9. SOUTHWEST ARCHIVES SPACE INCREASE - The Southwest Regional Archives collects, stores securely, and makes available to local government customers and the general public the records of public institutions within the nine counties of southwest Washington. This archive's records exceed its currently available storage space. One-time funding is provided to enable the archive to expand into space within the State Archives Building in Olympia, soon to be vacated by the Microfilm Bureau. (Archives and Records Management Account-State, Archives and Records Management Account-Private/Local)
10. ELECTION WORKLOAD REDUCTION SAVINGS - The Office of the Secretary of State has experienced lower costs for preparation of the voters pamphlet, and for initiative and referendum checks; therefore, expenditures for these functions are reduced on a one-time basis.

Comm on Asian-Pacific-American Affairs

11. UNEXPECTED UNEMPLOYMENT COSTS - One-time funding is provided for unemployment benefits for a former employee.

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Commission on Salaries for Elected Officials

12. OFFICE RELOCATION - Funding is provided for one-time moving costs. The agency was directed by legislative proviso to co-locate with another state agency.

Office of the Attorney General

13. INITIATIVE DEFENSE COSTS - The Office of the Attorney General's costs for the defense of Initiative 695 were less than anticipated. However, new legal defense costs will be incurred as a result of the initiatives passed by the voters in November 2000. The reduction reflects the current estimates for the legal defense of initiatives.

Dept of Community, Trade, & Economic Development

14. HB 2222 - EMERGENCY ASSISTANCE - Chapter 5, Laws of 2001 (HB 2222), appropriates \$1 million from the Emergency Reserve Fund for deposit in the Nisqually Earthquake Account for earthquake assistance to be administered by the Military Department (to be matched by \$3 million federal funds from the Nisqually Earthquake Account). In addition, \$1 million from the Emergency Reserve Fund is appropriated to the Department of Community, Trade, & Economic Development for the Low-Income Home Energy Assistance Program (LIHEAP). An additional \$4 million General Fund-Federal is provided for LIHEAP assistance. HB 2222 was signed by the Governor and became law on March 12, 2001.

Office of Financial Management

15. LOCAL IMPROVEMENT DISTRICT PAYMENTS - The Office of Financial Management pays local assessments of state lands owned by other agencies. Funding is provided for an increase in local assessments.
16. AMERICORPS FUNDS - Funding is provided for schools in Seattle and Yakima to initiate recreation projects for at-risk youth, provide tutoring assistance, and oversee homework clubs through the AmeriCorps program. (General Fund-State, General Fund-Federal)

Office of Administrative Hearings

17. EXTRAORDINARY INTERPRETER COSTS - Funding is provided for Interpreter Services for non-English speaking persons and hearing impaired persons as required by RCW 74.04.025. The interpreter costs for Department of Social and Health Services (DSHS) hearings have continued to increase each year. (Administrative Hearings Revolving Account)
18. COURT REPORTER COST INCREASE - Funding is provided for court reporter costs associated with lengthy or complex hearings for DSHS cases. (Administrative Hearings Revolving Account)
19. LEASED FACILITIES RENEWALS - Funding is provided for increased lease costs for the Seattle office. (Administrative Hearings Revolving Account)

Department of Personnel

20. PERS 3 PROGRAMMING CHANGES - Funding for the state's personnel/payroll system programming changes to implement a new Plan 3 pension system for members of the Public Employees' Retirement System is provided from state agency FICA savings. (Data Processing Revolving Account)

WA State Commission on Hispanic Affairs

21. FACILITY COST INCREASE - One-time funding is provided for increased lease costs. The Commission had been co-located with two other agencies for a number of years until one of the agencies moved its office to Seattle, requiring the Commission to pay one-half, rather than one-third, of the lease costs. In addition, a new five-year lease became effective September 1, 2000 which increased the rent costs 21 percent.

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WA State Comm on African-American Affairs

22. FACILITY COST INCREASE - One-time funding is provided for increased lease costs. The Commission had been co-located with two other agencies for a number of years until one of the agencies moved its office to Seattle, requiring the Commission to pay one-half, rather than one-third, of the lease costs. In addition, a new five-year lease became effective September 1, 2001 which increased the rent costs 21 percent.

Department of Retirement Systems

23. CHANGE IN PENSION PLAN YEAR - One-time funding is provided for the cost of information system changes needed to convert all the state pension plans to an October 1 to September 30 plan year, as proposed by the Office of the State Actuary. (Department of Retirement Systems Expense Account)

Department of Revenue

24. PROPERTY TAX DEFERRED PAYMENTS - The Department of Revenue acts as the state's agent for making payments to the local county treasurers for deferred property taxes. The state is repaid, with interest, upon the sale, transfer, or inheritance of property. The number of property tax deferral applications and the amounts of tax deferral dropped in FY 1999 as a result of a freeze on taxable value for the senior exemption. In FY 2001, deferral payments to the counties are projected to decrease by \$1,015,000.

Washington State Liquor Control Board

25. MANDATORY REDEMPTION OF CERTIFICATE - Spending authority is provided for early redemption of the certificates of participation (COP) for the new Liquor Control Board (LCB) Distribution Center and material handling system. The COPs require the redemption of the certificates early if revenue is available. (Liquor Control Board Construction and Maintenance Account)
26. LEGAL SERVICES - One-time funding is provided for increased legal services costs relating to the Cigarette/Tobacco Tax Enforcement Program and other increased litigation costs. (General Fund-State, Liquor Revolving Account)
27. CONTRACT AGENCY VENDOR COMMISSION - Spending authority is provided for additional expenditures in contract agency vendor commission compensation related to increased sales volume. (Liquor Revolving Account)
28. POINT-OF-SALE SYSTEM FAILURE - One-time funding is provided for staff overtime resulting from the retail Point-of-Sale system breakdown during the Year 2000 transition and other times throughout the year. Many previously automated processes had to be manually accomplished. (Liquor Revolving Account)

Military Department

29. DISASTER FUNDING ADJUSTMENT - Disaster recovery efforts have taken longer than anticipated. Funding is adjusted to reflect actual disaster recovery expenditures in FY 2000 and current projections of expenditures in FY 2001. (Disaster Response Account-State, Disaster Response Account-Federal)
30. ENHANCED 911 ADJUSTMENT - Funding is adjusted to reflect underexpenditures in the Enhanced 911 (E911) program. The underexpenditures are the result of some network upgrades being made from monies received from a settlement with Qwest rather than state funding. Additionally, some counties have been delayed in establishing E911 operating contracts. (Enhanced 911 Account)
31. FIRE MOBILIZATION - Funding is provided to reimburse local jurisdictions, businesses, and volunteers for expenses incurred during fire mobilizations in the summer of 2000. An extraordinary number of wildfires of extreme nature depleted the fire mobilization contingency pool. (General Fund-State, Disaster Response Account-State)
32. NATURAL GAS RATE INCREASE - Funding is provided for costs associated with recent natural gas price increases for Military Department facilities. (General Fund-State, General Fund-Federal)

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Military Department (continued)

33. MANDATORY SALARY INCREASES - Funding is provided for costs associated with salary increases for the Adjutant General, the Assistant Adjutant General for the Washington Army National Guard, and the Assistant Adjutant General for the Washington Air National Guard. The increases correspond to increases granted to the United States military.
34. EARTHQUAKE RESPONSE AND RECOVERY - Funds are provided from the Nisqually Earthquake Account for costs associated with the response and recovery activities occurring in FY 2001 as a result of February 28, 2001, earthquake. (Nisqually Earthquake Account-State, Nisqually Earthquake Account-Federal)
35. HB 2222 - EMERGENCY ASSISTANCE - Chapter 5, Laws of 2001 (HB 2222), appropriates \$1 million from the Emergency Reserve Fund for deposit in the Nisqually Earthquake Account for earthquake assistance to be administered by the Military Department (to be matched by \$3 million federal funds from the Nisqually Earthquake Account). In addition, \$1 million from the Emergency Reserve Fund is appropriated to the Department of Community, Trade, & Economic Development for the Low-Income Home Energy Assistance Program (LIHEAP). An additional \$4 million General Fund-Federal is provided for LIHEAP assistance. HB 2222 was signed by the Governor and became law on March 12, 2001.

DSHS -- Children and Family Services

36. MANDATORY CASELOAD CHANGES - Caseload expenditures are adjusted to reflect the forecast adopted by the Caseload Forecast Council in February 2001. (General Fund-State, General Fund-Federal)
37. LEASE COSTS - The Children's Administration field office in Centralia is built over land that was used to dump dry cleaning materials. These chemicals are disintegrating the foundation and causing the floor to buckle. The 57 staff were moved to a new location in March of 2001. (General Fund-State, General Fund-Federal)
38. ADMINISTRATIVE REDUCTIONS - Reductions in administrative services agency-wide were assumed in the 2000 Supplemental Budget. This item identifies the administrative reductions in the Children's Administration. (General Fund-State, General Fund-Federal)
39. ALIGN CORE FUNCTIONS - Operational efficiencies achieved through consolidation of common activities and elimination of redundant processes result in savings agency-wide. This step identifies the savings in Children's Administration. (General Fund-State, General Fund-Federal)
40. STAFF SECURE GROUP HOMES - Funding is adjusted for FY 2001 for staff secure group homes to reflect the number of beds that are currently contracted.

DSHS -- Juvenile Rehabilitation

41. MANDATORY WORKLOAD CHANGES - Funding is adjusted to correspond to projected population changes based on the February 2001 forecast adopted by the Caseload Forecast Council. The Juvenile Rehabilitation Administration's (JRA) residential population is expected to be 114 offenders lower in FY 2001 than the November 1999 forecasted levels. Funding levels are also adjusted for parole and other community services programs to reflect changes in projected workload. (General Fund-State, General Fund-Federal, Violence Reduction and Drug Enforcement Account)
42. UTILITY INCREASE - Funding is provided for costs associated with recent utility rate and price increases experienced by JRA facilities.
43. ALIGN CORE FUNCTIONS - Savings are achieved in the JRA through operational efficiencies and the elimination of redundant processes. These agency-wide savings were taken in one area of the Department of Social and Health Services 2000 supplemental budget. This item identifies the share of those savings that the Department concluded could be achieved in JRA, which was predicated upon the closure of the Indian Ridge Youth Camp.

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DSHS -- Juvenile Rehabilitation (continued)

44. MEDICATION UTILIZATION - In July 1999, Maple Lane School (MLS) was designated the JRA Mental Health Center for male offenders who have severe or acute mental illness or significant mental health issues. The concentration of mentally ill youth has increased the utilization of psychotropic medication and suicide prevention watches at MLS. Funding is provided for these increased costs.

DSHS -- Mental Health

45. MANDATORY CASELOAD CHANGES - The number of persons enrolled in Medicaid is significantly higher than previously projected. As a result, expenditures on inpatient and outpatient community mental health services are expected to be 3.5 percent higher than previously budgeted for FY 2001 and 7 percent higher than last year's level. (General Fund-State, General Fund-Federal)
46. UTILITY INCREASE - Funding is provided to cover the natural gas price increases which were approved by the state utilities commission prior to the end of calendar year 2000. Natural gas prices at Eastern State Hospital are increasing by 45 percent and prices at Western State Hospital are increasing by 32 percent. (General Fund-State)
47. ADMINISTRATIVE REDUCTIONS - Agency-wide reductions in administrative services were enacted in the 2000 Supplemental Budget. This item represents the share of those reductions which the Department subsequently allocated to the Mental Health Program. (General Fund-State, General Fund-Federal)
48. ALIGN CORE FUNCTIONS - In the 2000 Supplemental Budget, the Governor directed DSHS to achieve operational efficiencies through consolidation of common activities and elimination of redundant processes. This item identifies the share of those savings which DSHS concluded could be achieved in the state psychiatric hospitals and in the Mental Health Division central office. (General Fund-State, General Fund-Federal)
49. COMMUNITY TRANSITION - Funding is provided for the establishment of a community placement facility and a client service contract for one individual in a secure developmentally disabled group home for sex offenders.
50. SPECIAL COMMITMENT CENTER CHANGES - Funding is provided to make programmatic changes identified by the Special Commitment Center. Specifically, funding is provided for the following: (1) additional staffing coverage for an intensive management program to house residents who are unable to live with the general population; (2) modifications to treatment and residential rooms; (3) additional nursing coverage; and (4) interpreter service for hearing-impaired residents.
51. DISABILITIES COMPLIANCE - Funding is provided for costs associated with program and facility modifications to accommodate residents with mobility issues pursuant to a stipulated agreement signed in December 2000. As part of the settlement agreement, the state has agreed to make certain modifications as well as pay for plaintiff attorney fees.

DSHS -- Developmental Disabilities

52. UTILITY INCREASE - Funding is provided for costs associated with recent utility rate and price increases experienced by Developmental Disabilities facilities. (General Fund-State, General Fund-Federal)
53. RATE UNIFORMITY - In June 2000, DSHS implemented a rate structure for residential services that will produce an equivalent payment for equivalent services in Aging and Adult Services (AASA) and Division of Developmental Disabilities (DDD). It is expected that this change will be cost neutral between the two programs. This item transfers funds from AASA to DDD. (General Fund-State, General Fund-Federal)
54. VOLUNTARY PLACEMENT FORECAST - This item funds growth in the Voluntary Placement Program that will occur during FY 2001. (General Fund-State, General Fund-Federal)
55. MEDICAID PERSONAL CARE FORECAST - Medicaid Personal Care Program funding is reduced based on current Caseload Forecast Council staff caseload projections and per capita costs projected by the Department. (General Fund-State, General Fund-Federal)

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DSHS -- Developmental Disabilities (continued)

56. ALIGN CORE FUNCTIONS - Operational efficiencies achieved through consolidation of common activities and elimination of redundant processes result in savings agency-wide. This item identifies the savings in DDD. (General Fund-State, General Fund-Federal)
57. ALLEN LAWSUIT ATTORNEY FEES - This item provides the funding for DDD to pay the attorneys' fees ordered by the federal court subsequent to mediation of the Allen lawsuit.
58. VOLUNTARY PLACEMENT PROGRAM TARGET - The Voluntary Placement Program has experienced unanticipated costs in delivering services since the program transferred to DDD from the Children's Administration in the Fall of 1998. In an effort to control further cost increases, this item establishes a program cost target for FY 2001. The cost target allows for an adjusted vendor rate and for the projected caseload growth as adopted by the Caseload Forecast Council. (General Fund-State, General Fund-Federal)

DSHS -- Long-Term Care

59. MANDATORY CASELOAD CHANGES - Funding is adjusted to reflect revised caseload and cost per case projections. An average of 13,600 people are now expected to receive publicly-funded nursing home care in FY 2001, rather than an average of 13,262 as previously budgeted, resulting in \$8.9 million of additional state and federal costs. This increased cost is partly offset by lower costs per community long-term care recipient than previously budgeted. (General Fund-State, General Fund-Federal)
60. RATE UNIFORMITY - In June 2000, DSHS initiated a new payment system for contracted adult family home and adult residential care services. The system is expected to more reliably match payment to patient acuity levels; to eliminate the need for case managers to engage in extensive individual rate negotiation and policy exceptions; and to improve uniformity in payment systems and rate levels across DSHS programs. The new system is expected to result in additional costs for the Division of Developmental Disabilities Program, and in savings for the Aging and Adult Services Administration as identified here. (General Fund-State, General Fund-Federal)
61. NURSING HOME RATES - Funding is provided to increase the non-capital portion of the weighted average nursing facility payment rate to \$111.84 for FY 2001. Additional caseload savings will offset for approximately 68 percent of the rate increase. (General Fund-State, General Fund-Federal)
62. ADMINISTRATIVE REDUCTIONS - Agency-wide reductions in administrative services were enacted in the 2000 Supplemental Budget. This item represents the share of those reductions which the Department subsequently allocated to the Aging and Adult Services Program. (General Fund-State, General Fund-Federal)
63. ALIGN CORE FUNCTIONS - In the 2000 Supplemental Budget, the Governor directed DSHS to achieve operational efficiencies through consolidation of common activities and elimination of redundant processes. This item identifies the share of those savings which the Department concluded could be achieved in the Aging and Adult Services Administration. (General Fund-State, General Fund-Federal)
64. HOMECARE WORKER HEALTH INSURANCE - Self-employed homecare workers with incomes below 200 percent of poverty are eligible to enroll in the Basic Health Plan (BHP) at a cost of \$10 per month, and those employed by homecare agencies are eligible to enroll in either the BHP, or a private plan which provides comparable coverage. Enrollment in the subsidized program and BHP premiums, have increased more than anticipated. (General Fund-State, General Fund-Federal, Health Services Account-State)

DSHS -- Economic Services Administration

65. MANDATORY CASELOAD CHANGES - The caseload is adjusted to reflect the forecast adopted by the Caseload Forecast Council in November of 2000. (General Fund-State, General Fund-Federal)
66. ADMINISTRATIVE REDUCTIONS - Reductions in administrative services agency-wide were assumed in the 2000 Supplemental Budget. This item identifies the administrative reductions in the Economic Services Administration. (General Fund-State, General Fund-Federal)

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DSHS -- Economic Services Administration (continued)

67. ALIGN CORE FUNCTIONS - Operational efficiencies achieved through consolidation of common activities and elimination of redundant processes result in savings agency-wide. This item identifies the savings in the Economic Services Administration. (General Fund-State, General Fund-Federal)
68. FOOD STAMP ADMIN FUND SPLIT - This item reinstates state matching funds for the Food Stamp Program that were reduced in the 2000 Supplemental Budget. These matching funds are needed to cover administrative costs to meet federal requirements for the Food Stamp Program.
69. MAINTENANCE-OF-EFFORT FUNDS - This item restores state funds in the Economic Services Administration to the required Maintenance of Effort match level for the WorkFirst Program.

DSHS -- Alcohol and Substance Abuse

70. ADMINISTRATIVE REDUCTIONS - Reductions in administrative services agency-wide were assumed in the 2000 Supplemental Budget. This item identifies the administrative reductions in the Division of Alcohol and Substance Abuse (DASA).
71. ALIGN CORE FUNCTIONS - Operational efficiencies achieved through consolidation of common activities and elimination of redundant processes result in savings agency-wide. This item identifies the savings in DASA. (General Fund-State, General Fund-Federal)

DSHS -- Medical Assistance Payments

72. MANDATORY WORKLOAD CHANGES - The DSHS Medical Assistance Administration (MAA) received an average of 1.75 million bills for medical services and supplies per month in state FY 2000. Prompt payment of such claims is necessary for provider cash-flow, and to comply with a federal requirement that 90 percent of properly-submitted claims be paid within thirty days. MAA has historically been able to exceed this standard, but over the course of FY 2000 the inventory of unprocessed claims on hand grew to 3-4 times the manageable level of 200,000. As a result, only 87 percent of claims were paid within 30 days in June 2000, and the average non-electronic billing was unpaid for over 60 days. The backlog developed for a number of reasons. A job re-classification opened new opportunities for claims processors, resulting in 50 percent turnover, and the need to hire and train replacements. Conversion to a new document imaging system designed to reduce claims processing time encountered unanticipated systems problems. As payment was delayed, providers re-submitted bills, further adding to the inventory.

This item covers the cost of the 14.8 FTE overtime and temporary staff which the agency added to reduce the claims backlog back to manageable levels by February 2001. It also provides \$850,000 for the purchase of new software. The new technology will enable the agency to process claims more efficiently in the future by converting more of the 300,000 claims per month which are presently submitted hard-copy to electronic billing, and by processing provider inquiries more efficiently through automated voice response systems. (General Fund-State, General Fund-Federal)

73. MANDATORY CASELOAD CHANGES - An average of 807,000 per month are now expected to receive state medical assistance during FY 2001. That is 7 percent more than actually received such coverage last year, and 5.7 percent more than forecasted for the 2000 Supplemental Budget. About a quarter million persons are expected to be covered in FY 2001 because their family income is below Temporary Assistance for Needy Families (TANF) levels. That is 8.4 percent more than received such coverage last year, and 19 percent more than previously budgeted for this year. Such large increases are probably because of the new eligibility procedures which the agency implemented in the fall of 1999 to assure that persons were not inappropriately dropped from state medical assistance when they left the TANF cash assistance program. Other groups accounting for the unbudgeted caseload growth include children in families with incomes under 200 percent of poverty (growing at 6.5 percent per year); undocumented children in families with incomes below 100 percent of poverty (growing 16 percent per year, probably due to state-funded outreach projects); and persons receiving general assistance for the unemployed (where the number of persons covered is now expected to be 23 percent higher than previously budgeted for FY 2001, because caseloads are no longer decreasing as they were during 1998 and 1999). (General Fund-State, General Fund-Federal, Health Services Account-State)

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DSHS -- Medical Assistance Payments (continued)

74. PAYMENT INTEGRITY PROGRAM - Savings are expected from the Payment Integrity Program's efforts to ensure that payments for services provided to MAA clients by participating providers are accurate and appropriate. (General Fund-State, General Fund-Federal)
75. RATE CHANGES - Premiums for the Healthy Options Managed Care Program increased by 4.5 percent in calendar year 2001, rather than by the 8.0 percent previously budgeted. (General Fund-State, General Fund-Federal)
76. DISPROPORTIONATE SHARE ADJUSTMENT - More intergovernmental transfer revenues are available to offset General Fund-State expenditures than were anticipated in the Governor's budget proposal. (General Fund-State, General Fund-Federal)
77. ADMINISTRATIVE REDUCTIONS - Agency-wide reductions in administrative services were assumed in the 2000 Supplemental Budget. This item identifies the administrative reductions in the Medical Assistance Program. (General Fund-State, General Fund-Federal)
78. ALIGN CORE FUNCTIONS - Operational efficiencies achieved through consolidation of common activities and elimination of redundant processes result in savings agency-wide. This step identifies the savings in the Medical Assistance Program. (General Fund-State, General Fund-Federal)
79. FRACTIONAL DRUG PRICING - MAA has modified its electronic payment system to allow exact payments for drug claims when fractional units are dispensed for prescriptions. This will result in reduced public expenditures. (General Fund-State, General Fund-Federal)
80. CONSOLIDATED SAVINGS STEPS - This item consolidates the projected adjustments resulting from the November 2000 Forecast for savings-related budget items adopted as part of MAA's 1999-01 biennial budget. (General Fund-State, General Fund-Federal)
81. FQHC/RURAL HEALTH CARE CENTERS - Washington's Medical Assistance Program has historically provided full-cost reimbursement for federally-qualified health centers (FQHC) and rural health centers, as was required by federal law prior to 1997. DSHS changed the methodology used to calculate the centers' full cost in July 2000, resulting in \$8 million of increased state and federal payments. (General Fund-State, General Fund-Federal)
82. FAMILY PLANNING WAIVER - The Medical Assistance Program has obtained a federal waiver under which it will be able to provide family planning services to persons with incomes below 200 percent of the poverty level, with federal matching funds covering 90 percent of the cost. During FY 2001, this will result in a reduction in state expenditures, since federal match will be available for services that were previously funded entirely from state sources. (General Fund-State, General Fund-Federal)
83. MEDICARE OUTREACH - The Peer Assistance Project represents the collaborative effort of DSHS, the Social Security Administration, and the American Association of Retired Persons to identify and enroll low-income elderly and disabled persons in the Medicare cost-sharing programs. Participation in this project will enable the Department to help people pay their out-of-pocket Medicare expenses, thereby removing a financial barrier to quality health care. (General Fund-State, General Fund-Federal)
84. TANF REINSTATEMENTS - This item represents the cost of providing Medical Assistance coverage for a 90-day period, primarily from May through July 2000, for approximately 50,000 people whose medical benefits may have been incorrectly terminated when they left TANF cash assistance during the August 1997-1999 period. (General Fund-State, General Fund-Federal)
85. MEDICAL SERVICES UTILIZATION - The average cost per medical assistance recipient is forecasted to be 9 percent higher in FY 2001 than last year, and 6 percent higher than originally budgeted. Costs per person covered are higher than previously budgeted among virtually all eligibility categories, and particularly among persons with disabilities and pregnant women. (General Fund-State, General Fund-Federal, General Fund-Private/Local, Health Services Account-State)

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DSHS -- Medical Assistance Payments (continued)

86. PNEUMOCOCCAL VACCINE - The pneumococcal vaccine has been added to the schedule of childhood immunizations that are required under the Medicaid Program. Funding is provided for provider administration of the pneumococcal vaccine for all Medicaid-eligible children under the age of two years, plus those in high risk groups up to five years of age. The cost of the serum is covered by the Department of Health program which pays for universal distribution of childhood vaccines. There is an assumed savings of \$10 per dose for reduced incidence of ear infections and respiratory ailments, resulting in a net savings to the program. (General Fund-State, General Fund-Federal)
87. TANF ASSET DISREGARD - Legislation enacted during the 2000 legislative session removed the requirement for assets to be considered when determining continued Medicaid eligibility for persons eligible for TANF. While this actually represents a cost rather than a savings for the state, the cost is now expected to be lower than originally budgeted, primarily because managed care rates increased by 4.5 percent in calendar year 2001, rather than 8 percent as budgeted. (General Fund-State, General Fund-Federal)
88. EXPAND PROSHARE AND DSH PROGRAMS - New federal legislation enacted in December 2000 enables the state to earn additional intergovernmental transfer revenue. This revenue is deposited into the state's Health Services Account, in order to assure sufficient funding in that account for the Basic Health Plan and for Medicaid coverage for children of families with incomes below 200 percent of poverty. (Health Services Account-State, General Fund-Federal)

DSHS -- Vocational Rehabilitation

89. ADMINISTRATIVE REDUCTIONS - Reductions in administrative services agency-wide were assumed in the 2000 Supplemental Budget. This item identifies the administrative reductions in the Division of Vocational Rehabilitation. (General Fund-State, General Fund-Federal)
90. ALIGN CORE FUNCTIONS - Operational efficiencies achieved through consolidation of common activities and elimination of redundant processes result in savings agency-wide. This item identifies the savings in the Division of Vocational Rehabilitation. (General Fund-State, General Fund-Federal)

DSHS -- Administration and Supporting Services

91. ADMINISTRATIVE REDUCTIONS - Reductions in administrative services agency-wide were assumed in the 2000 Supplemental Budget. This item identifies the administrative reductions in the Administration and Supporting Services Program. (General Fund-State, General Fund-Federal)
92. ALIGN CORE FUNCTIONS - Operational efficiencies achieved through consolidation of common activities and elimination of redundant processes result in savings agency-wide. This item identifies the reductions in the Administration and Supporting Services Program. (General Fund-State, General Fund-Federal)
93. PAYMENT INTEGRITY PROGRAM - In the 2000 Supplemental Budget, funding was provided to DSHS to establish a Payment Integrity Program (PIP) that would find and minimize fraud and error in its billing systems. The Program estimated it could realize a \$6.6 million savings in FY 2001. DSHS completed the request for proposal process securing the most qualified and experienced fraud and abuse detection vendor, yet the contract exceeded original cost estimates by \$207,000. This item provides federal funding for the higher than estimated vendor costs and the purchase of specialized services for responding to provider inquiries regarding technical elements of data analysis and findings. (General Fund-Federal)

DSHS -- Payments to Other Agencies

94. ADMINISTRATIVE HEARINGS - Federal funds are increased to pay for services provided by the Office of Administrative Hearings. Efficiency savings will be used to pay the state's share of these costs. (General Fund-Federal)

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WA State Criminal Justice Training Commission

95. REIMBURSE LAW ENFORCEMENT AGENCIES - Funding is provided for the reimbursement of salary costs associated with law enforcement agencies with ten or fewer full-time commissioned patrol officers while they attend the Criminal Justice Training Commission's Basic Law Enforcement Academy (BLEA). (Municipal Criminal Justice Assistance Account-Private/Local)
96. WORKLOAD ADJUSTMENT - In FY 2000 and continuing into FY 2001, attendance at the Base Law Enforcement Academy has been approximately 25 percent below budgeted levels. At the same time, the Criminal Justice Training Commission has provided additional regional training opportunities for local criminal justice personnel. The enacted budget makes a workload adjustment to account for these changes. (Public Safety and Education Account-State)

Department of Labor and Industries

97. CRIME VICTIMS PROGRAM ACCOUNTING - Funds are provided to change payment of crime victims' claims from a cash to an accrual accounting basis. This change allows the agency to comply with direction provided by the State Auditor. (Public Safety and Education Account-State)

Department of Health

98. AIDS PRESCRIPTION DRUG REBATES - Prescription drug rebates in the AIDS Prescription Drug Program were formerly treated as recoveries of expense. A clarification of accounting procedure requires the agency to treat the rebates as revenue and to seek appropriation authority to retain the current level of drug purchases. (General Fund-Private/Local)
99. WOMEN, INFANTS, & CHILDREN REBATES - Authority is provided for the Women, Infants, and Children nutrition program to spend additional manufacturer rebate revenues which are available as a result of increases in the price of infant formulas. (General Fund-Private/Local)
100. HANFORD RESERVATION WILDFIRE - The Department of Health Radiation Protection Program provided extensive surveying, monitoring, and laboratory testing of air and soil during the June 2000 wildfire at the Hanford Nuclear Reservation. These costs are being reimbursed by the United States Department of Energy through an air emissions contract. (General Fund-Federal)

Department of Veterans' Affairs

101. HOMELESS VETERANS GRANT - Federal grant funds have been obtained to provide additional services to homeless veterans. (General Fund-Federal)

Department of Corrections

102. COMMUNITY CUSTODY HEARINGS - Funding is provided for the Department of Corrections' (DOC) increased responsibilities and workload associated with investigation and presentation of evidence for community custody offender violation hearings. This is the result of a recent Court of Appeals decision, which increased procedural protections for offenders subject to such hearings.
103. LEASE INCREASES - Funding is provided for increased costs associated with leased community supervision field offices.
104. REVOLVING FUND ADJUSTMENT - Funding is provided for increased revolving fund charges for services performed by other state agencies.
105. INTERMEDIATE SANCTIONS DELAYS - Funding for DOC is adjusted to reflect the nine-month delayed implementation of some of the components of the expanded sanction options created by the Offender Accountability Act.

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Department of Corrections (continued)

106. WORKLOAD FORECAST CHANGES - Funding is adjusted to account for projected population changes based on the February 2001 inmate forecast adopted by the Caseload Forecast Council. DOC's inmate population is expected to decrease from the February 2000 forecasted levels by 223 offenders in FY 2001. The funding level for community supervision is also adjusted to reflect updated caseload projections. Funding is also adjusted to reflect delays in opening Stafford Creek Correctional Center (SCCC) and delays in testing and screening of inmates with the hepatitis C virus. (General Fund-State, Violence Reduction and Drug Enforcement Account, Public Health Services Account, Cost of Supervision Fund)
107. HEALTH CARE INFLATION - Funding is provided for health care inflation of approximately 8 percent per year for certain kinds of professional medical services and supplies. Additionally, funding is provided for a 14 percent increase in psychotropic drugs purchased by DOC, which is driven both by increased prices and increased utilization.
108. UTILITY RATE INCREASE - Funding is provided for costs associated with recent utility rate and price increases experienced by DOC's facilities.
109. SAFETY AND HEALTH - Funding is provided for DOC to implement increased respiratory protection training, testing, and assessments. These requirements are associated with recent respiratory protection rule changes associated with the Washington Industrial Safety and Health Act.
110. CRIMINAL ALIEN ASSISTANCE PROGRAM - DOC receives federal funds to assist in paying the cost of incarcerating illegal aliens who have committed serious crimes in Washington. The federal State Criminal Alien Assistance Program (SCAAP) funding is based on information provided by each state on the number of criminal aliens housed in the institutions for the fiscal year. The federal Bureau of Justice Assistance instituted several changes to the administration and formula for distribution of these SCAAP funds. Because these changes resulted in a significant reduction of federal funding, \$7.7 million of federal program costs are shifted to the state general fund. (General Fund-State, General Fund-Federal)
111. DEBT SERVICE ADJUSTMENT - Funding is adjusted to reflect lower than budgeted expenditures for debt service associated with certain kinds of equipment purchases.
112. REDUCE GENERAL FUND SUPPORT - Based on current revenue projections, the non-appropriated, non-budgeted Correctional Industries Revolving Fund has sufficient revenues to support Correctional Industries headquarters operations and expanded offender employment activities. For this reason, General Fund-State support for the program is reduced. (General Fund-State, Correctional Industries Revolving Fund Non-Appropriated)

Department of Services for the Blind

113. ADDITIONAL FEDERAL FUNDING - More federal vocational rehabilitation funding is available for the Department of Services for the Blind than originally budgeted for the 1999-01 biennium. (General Fund-Federal)

Department of Employment Security

114. INCREASE FEDERAL FUND AUTHORITY - The federal appropriation is increased to match available resources. (Unemployment Compensation Administration Account-Federal)

Department of Ecology

115. LEGAL SUPPORT FOR HANFORD ACTIONS - Additional attorney support is provided to enforce the Hanford Tri-Party Agreement among the state, the Environmental Protection Agency, and the U.S. Department of Energy (DOE) relating to tank waste issues and appeals related to enforcement actions taken by the state. (State Toxics Control Account)
116. FLOOD HAZARD PREVENTION GRANTS - Unexpended portions of previously awarded Flood Hazard Prevention grants have been returned to DOE this biennium. The Department will award additional grants to local governments for early warning systems, floodplain mapping, and emergency response projects. (Flood Control Assistance Account)

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Department of Ecology (continued)

- 117. PINE HOLLOW EIS - Preparation of the Pine Hollow Environmental Impact Statement (EIS) is taking longer than anticipated. Work will be completed in the 2001-03 biennium. (Drought Preparedness Account-State)
- 118. LATAH CREEK FLOOD CONTROL - Funds provided for the Latah Creek feeder bank stabilization project will not be spent by the end of FY 2001. Additional authority to complete this project is provided in the 2001-03 biennium. (Flood Control Assistance Account)

State Parks and Recreation Commission

- 119. BUILDING 502 RENOVATION - Authority is provided for demolition and construction at Building 502 at Fort Worden for a Marine Science Center. (General Fund-Private/Local)
- 120. COMPUTER EQUIPMENT REPLACEMENT - Funding is provided for an insurance deductible and a new security system at the Auburn regional office. (General Fund-State)

Department of Fish and Wildlife

- 121. NON-GAME PROGRAM ADMINISTRATION - Funding is provided to support the administrative costs of the non-game program with revenues from the sale of personalized license plates. (Wildlife Account-State)
- 122. EASTERN WASHINGTON WILDFIRES - Funding is provided for fire suppression costs during the 2000 fire season and to feed elk and deer. (General Fund-State)
- 123. RECREATIONAL SITE ENHANCEMENTS - Funding is provided to improve sanitation and maintenance of public recreation access sites statewide. (Wildlife Account-State)
- 124. WARM WATER GAME FISH ENHANCEMENT - Funding is provided to enhance monitoring, database management, fishery analysis, and construction activity for warm water game fish programs. (Warm Water Game Fish Enhancement Account-State)
- 125. HATCHERY OPERATIONS - Appropriation authority is provided to align estimated expenditures with revenues received from public utility districts to fund hydropower mitigation activities. Funds will be used to support operations for the Cowlitz, Priest Rapids, Eastbank, Methow, Turtle Rock, and Chelan fish hatcheries. (General Fund-Private/Local)
- 126. FISHERY MANAGEMENT - Funding is provided for the Department to use revenues from the sale of advertising space in the sportfishing rules pamphlet to offset pamphlet production costs. (Wildlife Account-State)
- 127. ADMINISTRATIVE PROGRAM ADJUSTMENTS - Funding is provided to offset decreased federal revenues and adjustments to the federal overhead rate. Funding will be used to support core activities within the Financial Services, Licensing, and Information Services Divisions. (Wildlife Account-State)
- 128. COMMERCIAL LICENSE BUY BACK - Federal funding is provided to buy back commercial fishing licenses in Washington State. The Department will concentrate efforts on purchasing commercial licenses within Puget Sound. (General Fund-Federal)

Department of Natural Resources

- 129. EMERGENCY FIRE SUPPRESSION - Reimbursement is provided for the costs of fighting wildfires on state and federal lands during the 2000 fire season that exceed the appropriation for FY 2001. (General Fund-State, General Fund-Federal)
- 130. AGRICULTURAL TRUST LANDS - Additional management funding is provided to continue revenue-generating activities for the Agricultural College Trust and ensure compliance with the Endangered Species Act and the Forests and Fish Agreement. (Agricultural College Trust Management Account)

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Washington State Patrol

131. EXECUTIVE MANSION SECURITY - The need for security at both the executive mansion and the Governor's temporary residence during renovation to the mansion has resulted in increased costs. These costs are one-time and were incurred prior to completion of the mansion renovation in November 2000.

Department of Licensing

132. ATTORNEY GENERAL AND HEARING COSTS - Funding is provided for increased costs associated with Attorney General and hearings workload by some of the programs within the Business and Professions Division.
133. ATTORNEY GENERAL REGULATORY SUPPORT - Funding within the Business and Professions Division is adjusted to reflect the appropriate distribution of expenditures among fund sources of the programs. (General Fund-State, Architects' License Account, Real Estate Commission Account)

Public Schools -- OSPI & Statewide Programs

134. FEDERAL FUNDS UPDATE - Federal fund expenditures are updated based on data revisions submitted by the Office of Superintendent of Public Instruction (OSPI).

Public Schools -- General Apportionment

135. ENROLLMENT/WORKLOAD CHANGES - The increased cost of this program is primarily due to public school enrollment which is 3,867 students higher than anticipated. In addition, staff mix, which is a measure of the experience and education of school district's certificated instructional staff is higher than anticipated. The higher a district's staff mix, the higher are state salary allocations for formula-funded staff.
136. AUDIT ADJUSTMENTS - Periodic audits of school districts by the Office of the State Auditor routinely find corrections that need to be made to amounts sent by the state to school districts. Audit results through February 2001 have been incorporated in this budget. The \$200,000 in savings reflect estimated audit results for the remainder of FY 2001.

Public Schools -- Pupil Transportation

137. ENROLLMENT/WORKLOAD CHANGES - For the 2000-01 school year, mileage reported by school districts is almost 61,000 miles per day higher than assumed in the 2000 Supplemental Budget, from 4,454,808 miles to 4,515,643 miles. In addition, the cost of state payments to school districts for school bus depreciation is \$1.2 million higher than anticipated.

Public Schools -- Special Education

138. FEDERAL FUNDS UPDATE - Federal fund expenditures are updated based on data revisions submitted by OSPI.
139. ENROLLMENT/WORKLOAD CHANGES - Enrollment projections for special education programs are higher than anticipated for the 2000-01 school year, particularly in programs serving children ages 3 to 21 which are increasing by 1,324 students from 113,149 to 114,473 children.
140. AUDIT ADJUSTMENTS - Periodic audits of school districts by the Office of the State Auditor routinely find corrections that need to be made to amounts sent by the state to school districts. Audit results through February 2001 have been incorporated. The \$300,000 in savings reflect estimated audit results for the remainder of FY 2001.

Public Schools -- Traffic Safety Education

141. ENROLLMENT/WORKLOAD CHANGES - Tenth grade enrollment is a primary budget driver for the Traffic Safety Education Program. Enrollment in the tenth grade is lower than anticipated by 883 full-time equivalent (FTE) students. In addition, the percentage of students completing traffic safety courses at the public schools is lower than anticipated.

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Public Schools -- Levy Equalization

142. LEVY EQUALIZATION UPDATE - More school districts successfully passed levies than anticipated in the budget. This higher rate of passage, coupled with increases in assessed property values, results in a higher state cost for equalizing school district levies.

Public Schools -- Institutional Education

143. ENROLLMENT/WORKLOAD CHANGES - State and county institutional enrollments are 203 students lower, from 2,492 to 2,289 students, reducing costs by \$1.2 million.

Public Schools -- Education of Highly Capable Students

144. ENROLLMENT/WORKLOAD CHANGES - Funding for the Highly Capable Program is provided for up to 2 percent of each district's K-12 enrollment. While K-12 total enrollment is higher than expected, the percentage of students involved in highly capable programs is lower than anticipated in the original 1999-01 budget. The net impact of the workload changes results in \$15,000 in savings.

Public Schools -- Education Reform

145. ENROLLMENT/WORKLOAD CHANGES - The amount of funding to maintain the current policies under the Washington Assessment of Student Learning is lower than expected by \$887,000.

Public Schools -- Transitional Bilingual Instruction

146. ENROLLMENT/WORKLOAD CHANGES - The 2000-01 school year enrollment projections for the Transitional Bilingual Instruction Program are slightly higher than expected, increasing from 59,230 to 59,562 students, requiring \$171,000 in additional state funds.

Public Schools -- Learning Assistance Program (LAP)

147. ENROLLMENT/WORKLOAD CHANGES - The Learning Assistance Program (LAP) provides funds to school districts based on the proportion of low-achieving students, as measured by nationally-normed tests, and a poverty factor based on the percentage of students eligible for free and reduced-price lunches. Student test scores are improving, with fewer than expected Washington students scoring in the lowest quartile on the norm-referenced tests. This improvement in test scores results in a reduction in the LAP allocations to districts.

Public Schools -- Block Grants

148. ENROLLMENT/WORKLOAD CHANGES - Block grant funds are allocated to school districts based on \$28.81 per student. Since the projected enrollment in public schools is higher than anticipated, there is an increase in the funding for this program.

Public Schools -- Better Schools Program

149. ENROLLMENT/WORKLOAD CHANGES - The Better Schools Program provides funding for class size reduction and extended learning enhancements. Class size reduction funding is based on a staffing allocation of 2.2 certificated instructional staff per 1,000 FTE students in grades K-4. Data from the OSPI indicates that school districts are only utilizing 2.1 staff per 1,000 FTE students and this results in a savings of \$1.4 million.

Public Schools -- Compensation Adjustments

150. ENROLLMENT/WORKLOAD CHANGES - Public school enrollment is higher than anticipated in the 2000-01 school year. As a result, there are more teachers and staff funded by the state. Adjustments for enrollment and other workload factors increase the amount necessary to fund the 3 percent cost-of-living adjustment for the 2000-01 school year by \$1.6 million.

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Public Schools -- Common School Construction

151. TRANSFER TO COMMON SCHOOL CONSTRUCT - State assistance to school districts for school construction is partially funded through use of the Education Savings Account. The source of Education Savings Account funds are General Fund-State amounts budgeted, but not spent by agencies at the end of each fiscal year. Prior budgets assumed that \$78.6 million would be available in the Education Savings Account for transfer to the Common School Construction Fund. The latest estimate is that only \$28.1 million will be available. As a result, the transfer to the Common School Construction Fund is reduced by \$50.5 million.

Community & Technical College System

152. LEGAL SETTLEMENT - A lawsuit against Green River Community College was settled requiring \$700,000 in additional state funds.

Bond Retirement & Interest

153. DEBT SERVICE ADJUSTMENT - Adjustments to expenditures for debt service need to be made due to changes in interest rates and refunding activities.
154. DEBT SERVICE ADJUSTMENT - The increase is due to higher-than-anticipated interest rates for bond sales executed after the 2000 Supplemental Budget.

Special Approps to the Governor

155. AGRICULTURAL TRUST LANDS SETTLEMENT - The final payment for the Agricultural Trust Lands Settlement is provided to support financing of the Health Sciences Building in Spokane for Washington State University. (Education Construction Account)
156. FIRE CONTINGENCY POOL - General Fund-State dollars are appropriated to the Disaster Response Account to provide contingency funding for fire mobilization and suppression costs. Funding in the pool was depleted during the 2000 fire season and needs to be replenished in the event that fires occur in the spring of 2001. (General Fund-State, Disaster Response Account-State)
157. EARTHQUAKE EMERGENCY ASSISTANCE - The sum of \$56.3 million from the Emergency Reserve Account is appropriated to the Nisqually Earthquake Account. This amount funds the full cost of the current estimated state match for earthquake-related recovery efforts over the next six years.

Sundry Claims

158. SELF DEFENSE CLAIMS - On the recommendation of the Division of Risk Management, payment is proposed under RCW 9A.16.100 for claims for reimbursement of legal costs and other expenses of criminal defendants acquitted on the basis of self defense. This appropriation includes claims received by the Legislature up to March 23, 2001.
159. WILDLIFE CLAIMS - Under Chapter 77.36 RCW, payment is made for damages to agricultural crops by deer and elk. Payment levels for the claims are pursuant to the recommendations of the Department of Fish & Wildlife and the Division of Risk Management, and include claims received by the Legislature up to March 23, 2001. (Wildlife Account-State)

