

# Governmental Operations

## Secretary of State

Funding of \$9.7 million is provided for the 2008 Presidential Primary, including publication of a Voters' Pamphlet.

The sum of \$1.0 million is provided to publish and distribute a voters' pamphlet for the 2008 primary election.

## Office of the Attorney General

A total of \$9.5 million is provided to the Office of the Attorney General for an increase in attorney salaries to levels that are competitive with other public law offices in Washington.

## Department of Community, Trade, and Economic Development

### Economic Development

- A total of \$7.8 million is provided for the creation of the Washington Tourism Commission and grants for tourism promotion, including \$0.3 million for nature tourism, \$0.5 million for 2010 Olympics marketing, and \$0.05 million for the Washington State Games.
- Funding in the amount of \$5.0 million is provided to implement legislation that provides increased state funding based on a per capita funding formula, updates the Associate Development Organizations activities regarding recruitment and retention of business, and creates performance measures.
- The newly-created Economic Development Commission is provided with \$2.4 million to develop a plan for recruitment of ten significant entrepreneurial researchers over the next ten years to lead innovation research teams.
- Western Washington University (WWU) is provided \$0.7 million for small business development centers to help small businesses stabilize and expand using the research services of WWU's College of Business and Economics.

### Community Assistance and Support

- The sum of \$4.3 million is provided to support Seattle Public Schools to close the academic achievement gap for students of color and students in poverty by promoting parent and family involvement and enhancing the social-emotional and academic support for students.
- The amount of \$3.6 million is provided to assist public television and radio stations and funding for KCTS Seattle's "V-me" program to support educational media in the Spanish language.
- To address a reduction in federal funding, \$3.0 million of domestic violence grants is provided to the Office of Crime Victims Advocacy's (OCVA's) Domestic Violence Legal Advocacy Program.
- Ongoing funding of \$3.0 million is provided for technical assistance and support to 31 statewide Community Action Agencies that work to assist people in poverty.
- Funding for family prosperity assistance of \$2.8 million is provided to assist low-income people in building long-term assets and for individual development accounts.
- The sum of \$2.0 million is provided to OCVA for the Crime Victims Service Centers.
- Additional funding support of \$1.5 million for the Emergency Food Assistance Program is provided for 320 food banks and distribution centers in paying for staff, operational expenses, equipment, and food in order to increase the food security of low-income children and adults.

- Funding of \$1.0 million is provided for grants to county juvenile courts based upon the counties' application and will provide grants to the courts consistent with the per participant treatment costs identified by the Washington State Institute for Public Policy.
- The amount of \$1.0 million is added to support Dispute Resolution Centers (DRCs), which are funded through a surcharge on court filing fees capped at the same level per case since 1991. DRCs are mandated to provide services independent of a client's ability to pay, guaranteeing that all citizens have access to a low-cost resolution process.

### **Office of Financial Management**

A total of \$1.3 million is provided for the establishment of a technical advisory committee to develop a statewide health resources strategy, addressing a number of issues including the availability of health care facilities and services. An initial strategy will be submitted to the Governor and Legislature by January 1, 2010.

A total of \$4.7 million is provided for the Office of Regulatory Assistance which was scheduled to sunset on June 30, 2007. Funding is provided to: continue operations in the 2007-09 biennium (\$2.1 million); continue a pilot project for improving and integrating environmental permitting and mitigation processes for federal, state, and local agencies (\$1.2 million); work with state agencies to develop statewide, multi-agency permits for transportation infrastructure projects (\$640,000); improve the capacity of the service center (\$400,000); and for grants to locals for permit tracking systems (\$350,000).

### **Department of Information Services**

In the 2007 supplemental budget, \$26.2 million of the state general fund and \$54.2 million from various other accounts are appropriated into the Data Processing Revolving Fund for information technology projects during the 2007-09 biennium. The funds are under joint control of the Office of Financial Management and the Department of Information Services to allow the agencies to seek opportunities to reduce costs and achieve economies of scale by leveraging statewide investments in systems and data and other enterprise-wide solutions.

### **Military Department**

Federal grants of \$117.9 million have been awarded to the Military Department for homeland security projects and for disaster recovery projects in federally-declared disaster areas. Homeland security projects include transit security and terrorism prevention, and federally-declared disasters include fires and flooding in 2007.

### **Liquor Control Board**

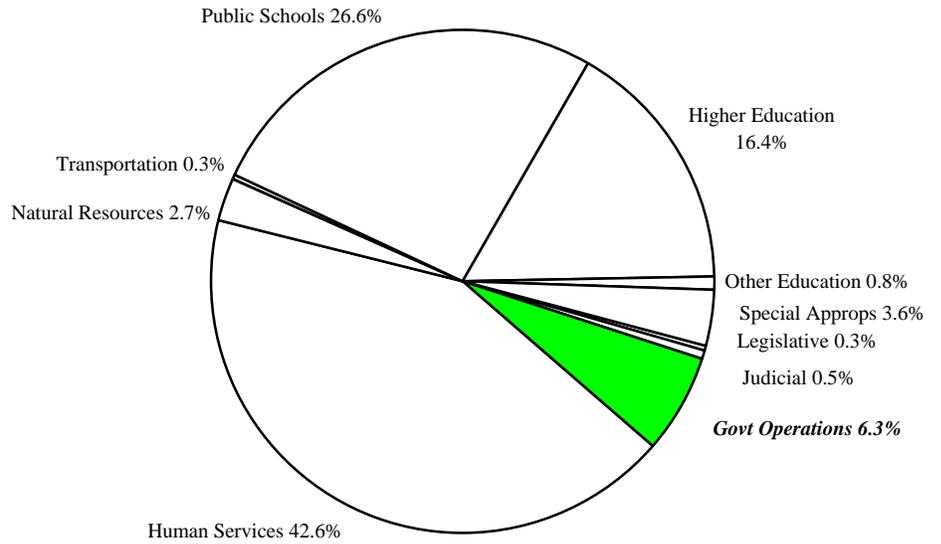
Additional funding of \$11.2 million state general fund is provided to extend the retail store staffing pilot project conducted during the 2005-07 biennium. The Liquor Control Board will increase the number of staff at many of the state-owned liquor stores to provide increased customer support. The pilot project has shown a corresponding increase in net revenue from the additional staff.

# 2007-09 Washington State Omnibus Operating Budget

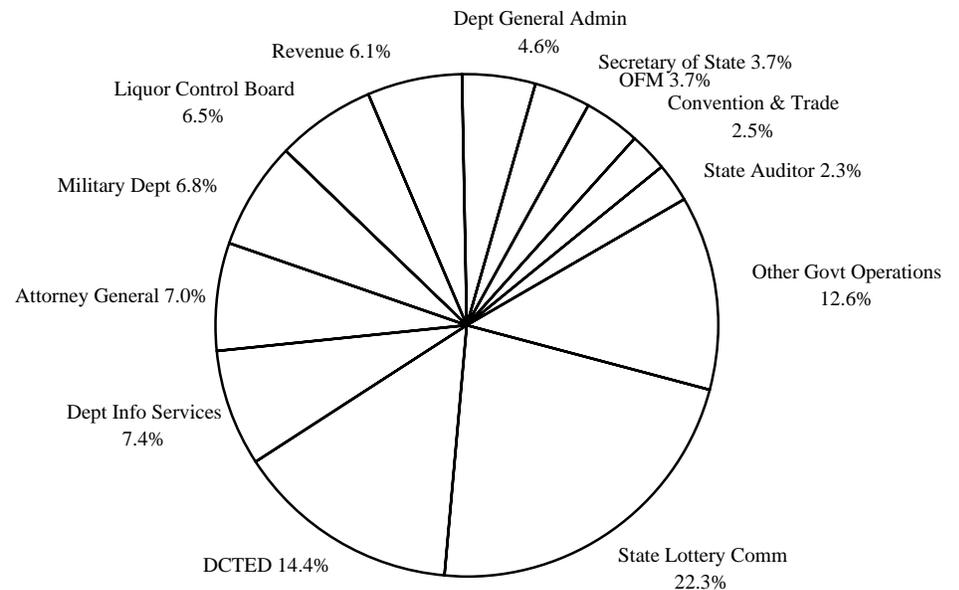
## Total Budgeted Funds

(Dollars in Thousands)

|                                |                   |
|--------------------------------|-------------------|
| Legislative                    | 170,750           |
| Judicial                       | 284,457           |
| <b>Governmental Operations</b> | <b>3,569,722</b>  |
| Human Services                 | 24,186,777        |
| Natural Resources              | 1,540,992         |
| Transportation                 | 169,985           |
| Public Schools                 | 15,070,666        |
| Higher Education               | 9,282,202         |
| Other Education                | 443,499           |
| Special Appropriations         | 2,043,434         |
| <b>Statewide Total</b>         | <b>56,762,484</b> |

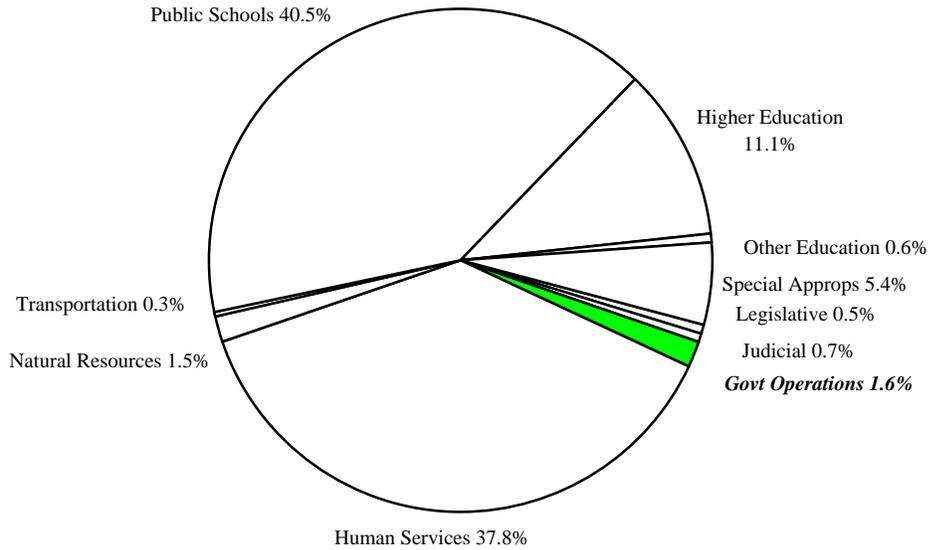


|                                |                  |
|--------------------------------|------------------|
| Lottery Commission             | 795,750          |
| Comm/Trade/Econ Dev            | 514,775          |
| Dept Info Services             | 265,602          |
| Attorney General               | 250,078          |
| Military Department            | 243,923          |
| Liquor Control Board           | 231,565          |
| Revenue                        | 218,534          |
| Dept General Administration    | 164,756          |
| Secretary of State             | 131,203          |
| OFM                            | 131,021          |
| Convention & Trade Center      | 90,660           |
| State Auditor                  | 82,967           |
| Other Govt Operations          | 448,888          |
| <b>Governmental Operations</b> | <b>3,569,722</b> |



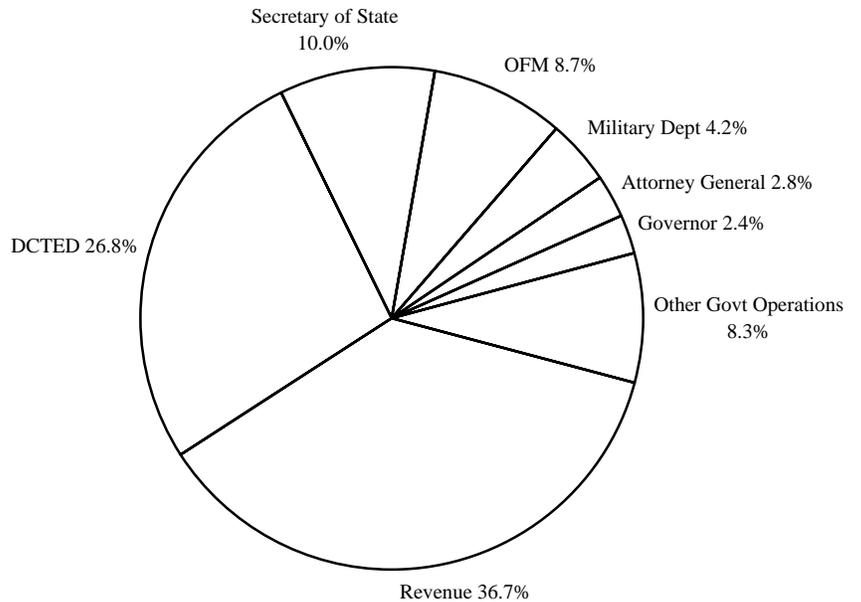
**2007-09 Washington State Omnibus Operating Budget**  
**Near General Fund - State**  
(Dollars in Thousands)

|                                |                   |
|--------------------------------|-------------------|
| Legislative                    | 165,845           |
| Judicial                       | 245,020           |
| <b>Governmental Operations</b> | <b>548,713</b>    |
| Human Services                 | 12,611,120        |
| Natural Resources              | 506,430           |
| Transportation                 | 90,176            |
| Public Schools                 | 13,524,072        |
| Higher Education               | 3,689,446         |
| Other Education                | 184,163           |
| Special Appropriations         | 1,799,422         |
| <b>Statewide Total</b>         | <b>33,364,407</b> |



**Washington State**

|                                |                |
|--------------------------------|----------------|
| Revenue                        | 201,321        |
| Comm/Trade/Econ Dev            | 147,308        |
| Secretary of State             | 54,715         |
| OFM                            | 47,744         |
| Military Department            | 23,251         |
| Attorney General               | 15,248         |
| Office of the Governor         | 13,372         |
| Other Govt Operations          | 45,754         |
| <b>Governmental Operations</b> | <b>548,713</b> |



**Governmental Operations**

For a definition of Near General Fund-State, please see page 12.

**Office of the Governor**

(Dollars in Thousands)

|  | <u>NGF-S</u>  | <u>Other</u> | <u>Total</u>  |
|--|---------------|--------------|---------------|
| <b>2005-07 Expenditure Authority</b>   | <b>15,400</b> | <b>6,034</b> | <b>21,434</b> |
| <b>2007-09 Maintenance Level</b>       | <b>16,509</b> | <b>5,574</b> | <b>22,083</b> |
| <b>Policy Changes - Non-Comp</b>       |               |              |               |
| 1. Transfer PSAT to PSP                | -4,423        | -1,155       | -5,578        |
| 2. Oil Spill Advisory Groups           | 0             | 305          | 305           |
| 3. Family and Children's Ombudsman     | 203           | 0            | 203           |
| 4. Salmon Recovery Office              | 500           | 0            | 500           |
| <b>Policy -- Non-Comp Total</b>        | <b>-3,720</b> | <b>-850</b>  | <b>-4,570</b> |
| <b>Policy Changes - Comp</b>           |               |              |               |
| 5. Revise Pension Gain-Sharing         | -19           | -1           | -20           |
| 6. Nonrepresented Staff Health Benefit | 61            | 3            | 64            |
| 7. Nonrepresented Salary Increase      | 381           | 17           | 398           |
| 8. Retain FY 2007 Pay Increase (1.6%)  | 160           | 7            | 167           |
| <b>Policy -- Comp Total</b>            | <b>583</b>    | <b>26</b>    | <b>609</b>    |
| <b>Total 2007-09 Biennium</b>          | <b>13,372</b> | <b>4,750</b> | <b>18,122</b> |
| Fiscal Year 2008 Total                 | 6,614         | 2,366        | 8,980         |
| Fiscal Year 2009 Total                 | 6,758         | 2,384        | 9,142         |

**Comments:**

1. **Transfer PSAT to PSP** - Funds are transferred from the Puget Sound Action Team (PSAT) to the Puget Sound Partnership (PSP) agency as directed by Chapter 341, Laws of 2007 (ESSB 5372 - Puget Sound Partnership). (General Fund-Federal, Water Quality Account-State)
2. **Oil Spill Advisory Groups** - Additional funding is provided to the Oil Spill Advisory Council for its operations. (Oil Spill Prevention Account-State)
3. **Family and Children's Ombudsman** - The Office of the Family and Children's Ombudsman (OFCO) investigates complaints involving children and families receiving child protection and child welfare services. The number of complaints received by OFCO has steadily increased. Funding is provided for an additional ombudsman to provide more timely response to complaints.
4. **Salmon Recovery Office** - Funding is provided for the Governor's Salmon Recovery Office pursuant to Chapter 444, Laws of 2007 (SSB 5224).
5. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
6. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
7. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
8. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)

**Office of the Lieutenant Governor**

(Dollars in Thousands)

|  | <u>NGF-S</u> | <u>Other</u> | <u>Total</u> |
|--|--------------|--------------|--------------|
| <b>2005-07 Expenditure Authority</b>   | <b>1,523</b> | <b>0</b>     | <b>1,523</b> |
| <b>2007-09 Maintenance Level</b>       | <b>1,557</b> | <b>90</b>    | <b>1,647</b> |
| <b>Policy Changes - Non-Comp</b>       |              |              |              |
| 1. Vehicle Leasing                     | 8            | 0            | 8            |
| <b>Policy -- Non-Comp Total</b>        | <b>8</b>     | <b>0</b>     | <b>8</b>     |
| <b>Policy Changes - Comp</b>           |              |              |              |
| 2. Revise Pension Gain-Sharing         | -2           | 0            | -2           |
| 3. Nonrepresented Staff Health Benefit | 7            | 0            | 7            |
| 4. Nonrepresented Salary Increase      | 46           | 0            | 46           |
| 5. Retain FY 2007 Pay Increase (1.6%)  | 19           | 0            | 19           |
| <b>Policy -- Comp Total</b>            | <b>70</b>    | <b>0</b>     | <b>70</b>    |
| <b>Total 2007-09 Biennium</b>          | <b>1,635</b> | <b>90</b>    | <b>1,725</b> |
| Fiscal Year 2008 Total                 | 798          | 45           | 843          |
| Fiscal Year 2009 Total                 | 837          | 45           | 882          |

**Comments:**

1. **Vehicle Leasing** - Funding is provided to lease a vehicle from the Department of General Administration motor pool.
2. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
3. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
4. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
5. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)

**Public Disclosure Commission**

(Dollars in Thousands)

|  | NGF-S        | Other    | Total        |
|--|--------------|----------|--------------|
| <b>2005-07 Expenditure Authority</b>   | <b>4,078</b> | <b>0</b> | <b>4,078</b> |
| <b>2007-09 Maintenance Level</b>       | <b>4,330</b> | <b>0</b> | <b>4,330</b> |
| <b>Policy Changes - Non-Comp</b>       |              |          |              |
| 1. Information Technology Investment   | 161          | 0        | 161          |
| 2. Additional Legal Services           | 180          | 0        | 180          |
| 3. IT Feasibility Study                | 100          | 0        | 100          |
| <b>Policy -- Non-Comp Total</b>        | <b>441</b>   | <b>0</b> | <b>441</b>   |
| <b>Policy Changes - Comp</b>           |              |          |              |
| 4. Revise Pension Gain-Sharing         | -5           | 0        | -5           |
| 5. Nonrepresented Staff Health Benefit | 21           | 0        | 21           |
| 6. Nonrepresented Salary Increase      | 107          | 0        | 107          |
| 7. Nonrepresented Salary Survey        | 70           | 0        | 70           |
| 8. Nonrepresented Additional Step      | 28           | 0        | 28           |
| 9. Retain FY 2007 Pay Increase (1.6%)  | 45           | 0        | 45           |
| 10. Compensation Increase              | 8            | 0        | 8            |
| <b>Policy -- Comp Total</b>            | <b>274</b>   | <b>0</b> | <b>274</b>   |
| <b>Total 2007-09 Biennium</b>          | <b>5,045</b> | <b>0</b> | <b>5,045</b> |
| Fiscal Year 2008 Total                 | 2,546        | 0        | 2,546        |
| Fiscal Year 2009 Total                 | 2,499        | 0        | 2,499        |

**Comments:**

1. **Information Technology Investment** - The Public Disclosure Commission (PDC) has automated many of its processes through the use of its campaign activity and independent expenditure reporting programs. Funding is provided for an Information Technology Specialist position to create and maintain PDC filing systems and to provide assistance to agency customers who use them.
2. **Additional Legal Services** - Additional funding for legal services is necessary for the Commission in the 40 enforcement matters pending in the U.S. Supreme Court, State Supreme Court, State Court of Appeals, and state superior courts.
3. **IT Feasibility Study** - Funding is provided for a feasibility study of technology improvements for electronic filing of lobbyists and lobbyist employers and other improvements to the Commission's database systems to improve public access to information under the Public Disclosure Act.
4. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
5. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
6. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
7. **Nonrepresented Salary Survey** - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
8. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
9. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)
10. **Compensation Increase** - Funding is needed to sustain the FY 2007 merit increase granted to the PDC's executive director and to increase the salaries of comparable positions.

**Office of the Secretary of State**

(Dollars in Thousands)

|   | <u>NGF-S</u>  | <u>Other</u>  | <u>Total</u>   |
|---|---------------|---------------|----------------|
| <b>2005-07 Expenditure Authority</b>    | <b>40,132</b> | <b>88,110</b> | <b>128,242</b> |
| 2007 Supplemental *                     | 555           | 0             | 555            |
| <b>Total 2005-07 Biennium</b>           | <b>40,687</b> | <b>88,110</b> | <b>128,797</b> |
| <b>2007-09 Maintenance Level</b>        | <b>48,686</b> | <b>71,748</b> | <b>120,434</b> |
| <b>Policy Changes - Non-Comp</b>        |               |               |                |
| 1. Equipment for Archive Facilities     | 0             | 55            | 55             |
| 2. Presidential Primary Voter Pamphlet  | 498           | 0             | 498            |
| 3. Primary Election Voter Pamphlet      | 996           | 0             | 996            |
| 4. State's Odd-Year Election Costs      | 1,805         | 0             | 1,805          |
| 5. Corrections Center Library Staffing  | 570           | 0             | 570            |
| 6. Increase in TVW Pass Thru Funds      | 397           | 0             | 397            |
| 7. Increase Grants to Local Government  | 0             | 980           | 980            |
| 8. Continue Archives Project            | 0             | 716           | 716            |
| 9. Replace Archives Vehicle             | 0             | 21            | 21             |
| 10. Puget Sound Region Archive Research | 0             | 204           | 204            |
| 11. Local Govt Security Microfilm Proj  | 0             | 1,400         | 1,400          |
| 12. EWU Joint Professorship Contract    | 0             | 64            | 64             |
| 13. Charitable Organizations            | 0             | 122           | 122            |
| 14. Humanities Washington               | 90            | 0             | 90             |
| 15. WTBBL Vendor Rate Increase          | 72            | 0             | 72             |
| <b>Policy -- Non-Comp Total</b>         | <b>4,428</b>  | <b>3,562</b>  | <b>7,990</b>   |
| <b>Policy Changes - Comp</b>            |               |               |                |
| 16. Revise Pension Gain-Sharing         | -34           | -24           | -58            |
| 17. Nonrepresented Staff Health Benefit | 148           | 51            | 199            |
| 18. Nonrepresented Salary Increase      | 690           | 249           | 939            |
| 19. Nonrepresented Salary Survey        | 250           | 108           | 358            |
| 20. Nonrepresented Class Consolidation  | 20            | 0             | 20             |
| 21. Nonrepresented Additional Step      | 237           | 78            | 315            |
| 22. Retain FY 2007 Pay Increase (1.6%)  | 290           | 107           | 397            |
| 23. WFSE Collective Bargaining          | 0             | 609           | 609            |
| <b>Policy -- Comp Total</b>             | <b>1,601</b>  | <b>1,178</b>  | <b>2,779</b>   |
| <b>Total 2007-09 Biennium</b>           | <b>54,715</b> | <b>76,488</b> | <b>131,203</b> |
| Fiscal Year 2008 Total                  | 32,941        | 43,552        | 76,493         |
| Fiscal Year 2009 Total                  | 21,774        | 32,936        | 54,710         |

**Comments:**

- Equipment for Archive Facilities** - Chiller units and storage shelves will be purchased for two branches of the Archives Division. The Northwest Regional Archives will replace two failing chiller units, and the Puget Sound Regional Archives (PSRA) will upgrade to standard space saver shelves. These purchases will maintain an environment necessary for the preservation and storage of archival collections. (Local Government Archives Account-State)
- Presidential Primary Voter Pamphlet** - One-time funding is provided to produce a 2008 presidential primary voters' pamphlet for every household in the state.
- Primary Election Voter Pamphlet** - One-time funding is provided to produce a state primary voters' pamphlet for the 2008 primary election.
- State's Odd-Year Election Costs** - Counties are reimbursed for the state's share of odd-year election costs as required by statute. In past odd-year elections, however, the state has incurred additional interest costs due to insufficient funding to pay for county reimbursements. Funding this item establishes a higher ongoing base budget for reimbursement to avoid paying interest for future odd-year elections.
- Corrections Center Library Staffing** - The State Library has statutory responsibility for providing library services to state-supported residential institutions. Currently, ten Department of Corrections (DOC) facilities have branch libraries managed and operated by the State Library. In December 2008, DOC will open the expanded Coyote Ridge Corrections Center and has requested that the State Library establish and operate a combined branch and law library at the facility. This item

## Office of the Secretary of State

- funds staffing and one-time library materials and equipment for this service.
6. **Increase in TVW Pass Thru Funds** - Funding is added to cover increased costs for TV Washington's (TVW's) new facility.
  7. **Increase Grants to Local Government** - Revenue from the Local Government Archives Account will be used to enhance the local records competitive grant program in the 2007-09 biennium. A requirement governing the use of these funds is that the Secretary of State's Archives Division establish a competitive grant program for local government agencies to implement effective public records projects. (Local Government Archives Account-State)
  8. **Continue Archives Project** - The Archives Division received six project FTE staff in the 2005-07 biennium to begin the processing of archival collections not currently arranged and described well enough to be visible and usable for researchers. Funding is provided to retain five positions through the 2007-09 biennium and one position through the 2011-13 biennium to continue processing the backlog of collections. (Archives and Records Management Account-State, Local Government Archives Account-State)
  9. **Replace Archives Vehicle** - The Secretary of State's Northwest Regional Archives will replace its vehicle through a contract with the Department of General Administration. The new vehicle is provided so that staff may travel to local government agencies to provide support for their records management programs and to transfer public records to the archives. (Local Government Archives Account-State)
  10. **Puget Sound Region Archive Research** - A two-year project position is provided to meet the workload demands on the PSRA branch. PSRA's response time of five days for research requests will be reduced to one day as it is in the other branches. Funding for a current FTE staff position is shifted to the Local Government Archives Account. This shift will allow the photo revenue appropriation to cover the cost of hiring student workers to scan and transfer images to the digital archives for online access. (Local Government Archives Account-State)
  11. **Local Govt Security Microfilm Proj** - The local government security microfilm project has been implemented in phases over several biennia by the Archives Division. Funding is provided to complete the project, which involves repairing substandard security microfilm, purchasing equipment to convert large format digital records to security microfilm, and additional funding to the Division to image local government records. (Local Government Archives Account-State)
  12. **EWU Joint Professorship Contract** - The digital archives, in collaboration with Eastern Washington University (EWU), is working to develop a comprehensive public history program in the College of Social and Behavioral Sciences. An interagency agreement with EWU will cover half the salary and benefits for a position to manage the program. This will increase the number of agency contacts by the digital archives and enhance the quality of EWU's public history program. (Archives and Records Management Account-State, Local Government Archives Account-State)
  13. **Charitable Organizations** - Funding is provided for Chapter 471, Laws of 2007 (SHB 1777). The bill gives new authority to the Office of the Secretary of State for administering the Charitable Solutions Act and creates funding through increased fees on charitable organizations in order to create an educational program for these organizations. (Charitable Organization Education Account-State).
  14. **Humanities Washington** - Humanities Washington is provided state support for its "We the People" Community Conversations Program. Funding is intended to facilitate community conversations and provide mini-grants to small town organizations as well as to support an additional 200 Inquiring Mind Speakers Bureau Programs and 60 mini-grants to museums, libraries, historical societies, and community groups.
  15. **WTBBL Vendor Rate Increase** - The Washington Talking Book and Braille Library (WTBBL) is provided a vendor rate increase to support daily operations.
  16. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  17. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  18. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  19. **Nonrepresented Salary Survey** - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  20. **Nonrepresented Class Consolidation** - Funding is provided for nonrepresented state employees' increases in specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  21. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at

## Office of the Secretary of State

least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

22. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)

23. **WFSE Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the Washington Federation of State Employees (WFSE). More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

\* Please see the 2007 Supplemental Operating Budget Section for additional information.

**Governor's Office of Indian Affairs**

(Dollars in Thousands)

|  | NGF-S      | Other    | Total      |
|--|------------|----------|------------|
| <b>2005-07 Expenditure Authority</b>   | <b>570</b> | <b>0</b> | <b>570</b> |
| <b>2007-09 Maintenance Level</b>       | <b>599</b> | <b>0</b> | <b>599</b> |
| <b>Policy Changes - Non-Comp</b>       |            |          |            |
| 1. Grave & Cemetery Protection         | 50         | 0        | 50         |
| <b>Policy -- Non-Comp Total</b>        | <b>50</b>  | <b>0</b> | <b>50</b>  |
| <b>Policy Changes - Comp</b>           |            |          |            |
| 2. Revise Pension Gain-Sharing         | -1         | 0        | -1         |
| 3. Nonrepresented Staff Health Benefit | 2          | 0        | 2          |
| 4. Nonrepresented Salary Increase      | 11         | 0        | 11         |
| 5. Retain FY 2007 Pay Increase (1.6%)  | 4          | 0        | 4          |
| <b>Policy -- Comp Total</b>            | <b>16</b>  | <b>0</b> | <b>16</b>  |
| <b>Total 2007-09 Biennium</b>          | <b>665</b> | <b>0</b> | <b>665</b> |
| Fiscal Year 2008 Total                 | 348        | 0        | 348        |
| Fiscal Year 2009 Total                 | 317        | 0        | 317        |

**Comments:**

1. **Grave & Cemetery Protection** - One-time funding is provided to the Office of Indian Affairs to work jointly with the Department of Archeology and Historic Preservation to study the issues surrounding the discovery of human remains, both Indian and non-Indian. The study shall examine the legal processes used to dedicate graves and human remains as cemeteries, the legal process of decertifying a cemetery, and the legal process to permit the removal of human remains from property. The study shall also assess endangered cemeteries, as well as current and older historic sites. Findings and recommendations to the Legislature shall include: (1) a statewide strategy and action plan on ensuring that all discoveries of human remains are reported; and (2) a process to ensure that all human remains, graves, and cemeteries are treated equally and with the respect due to a finite, irreplaceable cultural resource to the people of Washington State. The recommendations and model legislation are due by November 30, 2007.
2. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
3. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
4. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
5. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)

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

(Dollars in Thousands)

|  | NGF-S      | Other    | Total      |
|--|------------|----------|------------|
| <b>2005-07 Expenditure Authority</b>   | <b>500</b> | <b>0</b> | <b>500</b> |
| <b>2007-09 Maintenance Level</b>       | <b>493</b> | <b>0</b> | <b>493</b> |
| <b>Policy Changes - Comp</b>           |            |          |            |
| 1. Revise Pension Gain-Sharing         | -1         | 0        | -1         |
| 2. Nonrepresented Staff Health Benefit | 2          | 0        | 2          |
| 3. Nonrepresented Salary Increase      | 11         | 0        | 11         |
| 4. Retain FY 2007 Pay Increase (1.6%)  | 4          | 0        | 4          |
| <b>Policy -- Comp Total</b>            | <b>16</b>  | <b>0</b> | <b>16</b>  |
| <b>Total 2007-09 Biennium</b>          | <b>509</b> | <b>0</b> | <b>509</b> |
| Fiscal Year 2008 Total                 | 257        | 0        | 257        |
| Fiscal Year 2009 Total                 | 252        | 0        | 252        |

**Comments:**

1. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  
2. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  
3. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  
4. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)

**Office of the State Treasurer**

(Dollars in Thousands)

|  | <u>NGF-S</u> | <u>Other</u>  | <u>Total</u>  |
|--|--------------|---------------|---------------|
| <b>2005-07 Expenditure Authority</b>   | <b>0</b>     | <b>14,174</b> | <b>14,174</b> |
| <b>2007-09 Maintenance Level</b>       | <b>0</b>     | <b>14,643</b> | <b>14,643</b> |
| <b>Policy Changes - Non-Comp</b>       |              |               |               |
| 1. Link Deposit Program                | 0            | 183           | 183           |
| <b>Policy -- Non-Comp Total</b>        | <b>0</b>     | <b>183</b>    | <b>183</b>    |
| <b>Policy Changes - Comp</b>           |              |               |               |
| 2. Revise Pension Gain-Sharing         | 0            | -19           | -19           |
| 3. Nonrepresented Staff Health Benefit | 0            | 62            | 62            |
| 4. Nonrepresented Salary Increase      | 0            | 385           | 385           |
| 5. Nonrepresented Salary Survey        | 0            | 176           | 176           |
| 6. Nonrepresented Additional Step      | 0            | 95            | 95            |
| 7. Retain FY 2007 Pay Increase (1.6%)  | 0            | 162           | 162           |
| <b>Policy -- Comp Total</b>            | <b>0</b>     | <b>861</b>    | <b>861</b>    |
| <b>Total 2007-09 Biennium</b>          | <b>0</b>     | <b>15,687</b> | <b>15,687</b> |
| Fiscal Year 2008 Total                 | 0            | 7,722         | 7,722         |
| Fiscal Year 2009 Total                 | 0            | 7,965         | 7,965         |

**Comments:**

- 1. **Link Deposit Program** - Funding is provided for the implementation of Chapter 500, Laws of 2007 (ESHB 1512 - Linked Deposit Program), providing below-market loans to minority and women-owned businesses. least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 2. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 3. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 4. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 5. **Nonrepresented Salary Survey** - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 6. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at
- 7. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)

**Office of the State Auditor**

(Dollars in Thousands)

|  | <u>NGF-S</u> | <u>Other</u>  | <u>Total</u>  |
|--|--------------|---------------|---------------|
| <b>2005-07 Expenditure Authority</b>   | <b>1,613</b> | <b>64,630</b> | <b>66,243</b> |
| 2007 Supplemental *                    | 397          | 0             | 397           |
| <b>Total 2005-07 Biennium</b>          | <b>2,010</b> | <b>64,630</b> | <b>66,640</b> |
| <b>2007-09 Maintenance Level</b>       | <b>1,512</b> | <b>78,461</b> | <b>79,973</b> |
| <b>Policy Changes - Non-Comp</b>       |              |               |               |
| 1. Tacoma Rhodes Lease                 | 0            | 4             | 4             |
| <b>Policy -- Non-Comp Total</b>        | <b>0</b>     | <b>4</b>      | <b>4</b>      |
| <b>Policy Changes - Comp</b>           |              |               |               |
| 2. Revise Pension Gain-Sharing         | -2           | -85           | -87           |
| 3. Nonrepresented Staff Health Benefit | 9            | 276           | 285           |
| 4. Nonrepresented Salary Increase      | 54           | 1,497         | 1,551         |
| 5. Nonrepresented Salary Survey        | 4            | 118           | 122           |
| 6. Nonrepresented Class Consolidation  | 0            | 12            | 12            |
| 7. Nonrepresented Additional Step      | 24           | 431           | 455           |
| 8. Retain FY 2007 Pay Increase (1.6%)  | 22           | 630           | 652           |
| <b>Policy -- Comp Total</b>            | <b>111</b>   | <b>2,879</b>  | <b>2,990</b>  |
| <b>Total 2007-09 Biennium</b>          | <b>1,623</b> | <b>81,344</b> | <b>82,967</b> |
| Fiscal Year 2008 Total                 | 794          | 40,280        | 41,074        |
| Fiscal Year 2009 Total                 | 829          | 41,064        | 41,893        |

**Comments:**

1. **Tacoma Rhodes Lease** - The Department of General Administration will increase lease rates for state agencies in the Tacoma Rhodes Center effective July 1, 2007. The new rates will mitigate an operating deficit associated with the state-owned building. Funding is provided for the lease increase. (Municipal Revolving Account-Non-Appropriated, State Auditing Services Revolving Account, Performance Audits of Government Account-Non-Appropriated)
2. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
3. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
4. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
5. **Nonrepresented Salary Survey** - Funding is provided for state employees who lag most severely behind market rates in

the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

6. **Nonrepresented Class Consolidation** - Funding is provided for nonrepresented state employees' increases in specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
7. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
8. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)

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

\* Please see the 2007 Supplemental Operating Budget Section for additional information.

**Citizens' Commission on Salaries for Elected Officials**

(Dollars in Thousands)

|  | <u>NGF-S</u> | <u>Other</u> | <u>Total</u> |
|--|--------------|--------------|--------------|
| <b>2005-07 Expenditure Authority</b>   | <b>344</b>   | <b>0</b>     | <b>344</b>   |
| <b>2007-09 Maintenance Level</b>       | <b>379</b>   | <b>0</b>     | <b>379</b>   |
| <b>Policy Changes - Comp</b>           |              |              |              |
| 1. Nonrepresented Staff Health Benefit | 2            | 0            | 2            |
| 2. Nonrepresented Salary Increase      | 5            | 0            | 5            |
| 3. Retain FY 2007 Pay Increase (1.6%)  | 2            | 0            | 2            |
| <b>Policy -- Comp Total</b>            | <b>9</b>     | <b>0</b>     | <b>9</b>     |
| <b>Total 2007-09 Biennium</b>          | <b>388</b>   | <b>0</b>     | <b>388</b>   |
| Fiscal Year 2008 Total                 | 159          | 0            | 159          |
| Fiscal Year 2009 Total                 | 229          | 0            | 229          |

**Comments:**

1. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
2. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
3. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)

**Office of the Attorney General**

(Dollars in Thousands)

|  | <u>NGF-S</u>  | <u>Other</u>   | <u>Total</u>   |
|--|---------------|----------------|----------------|
| <b>2005-07 Expenditure Authority</b>   | <b>13,896</b> | <b>199,412</b> | <b>213,308</b> |
| 2007 Supplemental *                    | 0             | 3,680          | 3,680          |
| <b>Total 2005-07 Biennium</b>          | <b>13,896</b> | <b>203,092</b> | <b>216,988</b> |
| <b>2007-09 Maintenance Level</b>       | <b>13,435</b> | <b>208,332</b> | <b>221,767</b> |
| <b>Policy Changes - Non-Comp</b>       |               |                |                |
| 1. HITS Data Warehouse Upgrade         | 400           | 0              | 400            |
| 2. Mobile Home Dispute Resolution      | 435           | 1,704          | 2,139          |
| 3. Climate Change Legislation          | 0             | 69             | 69             |
| 4. Surface Mining Reclamation          | 0             | 44             | 44             |
| <b>Policy -- Non-Comp Total</b>        | <b>835</b>    | <b>1,817</b>   | <b>2,652</b>   |
| <b>Policy Changes - Comp</b>           |               |                |                |
| 5. Revise Pension Gain-Sharing         | -19           | -289           | -308           |
| 6. Nonrepresented Staff Health Benefit | 72            | 1,036          | 1,108          |
| 7. Nonrepresented Salary Increase      | 394           | 6,019          | 6,413          |
| 8. Nonrepresented Salary Survey        | 47            | 552            | 599            |
| 9. Nonrepresented Agency Request       | 18            | 184            | 202            |
| 10. Nonrepresented Class Consolidation | 157           | 3,990          | 4,147          |
| 11. Nonrepresented Additional Step     | 144           | 1,107          | 1,251          |
| 12. Retain FY 2007 Pay Increase (1.6%) | 165           | 2,532          | 2,697          |
| 13. Attorney Salary Increases          | 0             | 9,550          | 9,550          |
| <b>Policy -- Comp Total</b>            | <b>978</b>    | <b>24,681</b>  | <b>25,659</b>  |
| <b>Total 2007-09 Biennium</b>          | <b>15,248</b> | <b>234,830</b> | <b>250,078</b> |
| Fiscal Year 2008 Total                 | 7,393         | 116,060        | 123,453        |
| Fiscal Year 2009 Total                 | 7,855         | 118,770        | 126,625        |

**Comments:**

- HITS Data Warehouse Upgrade** - Funding is provided to upgrade the Attorney General's Homicide Investigation Tracking System (HITS) computer applications and databases in order for the agency to continue providing crime investigative information on major violent crimes to local, state, and federal law enforcement agencies.
- Mobile Home Dispute Resolution** - Funding is provided for Chapter 431, Laws of 2007, Partial Veto (E2SHB 1461). This bill authorizes the Attorney General to administer and enforce a Manufactured/Mobile Home Dispute Resolution Program which includes making determinations, negotiating with opposing parties, and issuing notices of violation or non-violation. The program will be funded through an annual fee on mobile home park residents, collected by the Department of Licensing. General Fund-State dollars are provided for the first biennium until sufficient resources to run the program accrue in the account created in the bill. (Manufactured/Mobile Home Dispute Resolution Account-Non-Appropriated, General Fund-State)
- Climate Change Legislation** - One-time funding is provided for the Attorney General to assist the Department of Ecology and the Utilities and Transportation Commission in implementation of Chapter 307, Laws of 2007, Partial Veto (ESSB 6001). (Legal Services Revolving Fund-State)
- Surface Mining Reclamation** - Chapter 192, Laws of 2007 (SSB 5972), authorizes the Department of Natural Resources to issue a notice of correction to a surface mining reclamation permit holder or non-permit holder who violates the rules adopted by the Department. The Department may also issue an order to rectify deficiencies, issue orders to stop all surface mining to any permit holder or person who conducts surface mining activities without a permit, or suspend a reclamation permit whenever a permit holder or surface miner is out of compliance with a final order. Funding is provided for the Attorney General to provide legal services associated with additional appeals on the stop work orders. (Legal Services Revolving Account-State)
- Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

## Office of the Attorney General

7. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
8. **Nonrepresented Salary Survey** - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
9. **Nonrepresented Agency Request** - Funding is provided for increases for nonrepresented state employees for specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
10. **Nonrepresented Class Consolidation** - Funding is provided for nonrepresented state employees' increases in specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
11. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
12. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)
13. **Attorney Salary Increases** - Attorney salaries will be increased to levels that are competitive with other public law offices in Washington. (General Fund-State, Anti-Trust Revolving Account-Non-Appropriated, Legal Service Revolving Account-State)

\* Please see the 2007 Supplemental Operating Budget Section for additional information.

### Caseload Forecast Council

(Dollars in Thousands)

|  | NGF-S        | Other    | Total        |
|--|--------------|----------|--------------|
| <b>2005-07 Expenditure Authority</b>   | <b>1,439</b> | <b>0</b> | <b>1,439</b> |
| <b>2007-09 Maintenance Level</b>       | <b>1,467</b> | <b>0</b> | <b>1,467</b> |
| <b>Policy Changes - Comp</b>           |              |          |              |
| 1. Revise Pension Gain-Sharing         | -2           | 0        | -2           |
| 2. Nonrepresented Staff Health Benefit | 6            | 0        | 6            |
| 3. Nonrepresented Salary Increase      | 46           | 0        | 46           |
| 4. Retain FY 2007 Pay Increase (1.6%)  | 20           | 0        | 20           |
| <b>Policy -- Comp Total</b>            | <b>70</b>    | <b>0</b> | <b>70</b>    |
| <b>Total 2007-09 Biennium</b>          | <b>1,537</b> | <b>0</b> | <b>1,537</b> |
| Fiscal Year 2008 Total                 | 756          | 0        | 756          |
| Fiscal Year 2009 Total                 | 781          | 0        | 781          |

**Comments:**

- 1. Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 2. Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 3. Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 4. Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)

## Department of Community, Trade, & Economic Development

(Dollars in Thousands)

|   | NGF-S          | Other          | Total          |
|---|----------------|----------------|----------------|
| <b>2005-07 Expenditure Authority</b>    | <b>140,086</b> | <b>336,013</b> | <b>476,099</b> |
| 2007 Supplemental *                     | 1,428          | -197           | 1,231          |
| <b>Total 2005-07 Biennium</b>           | <b>141,514</b> | <b>335,816</b> | <b>477,330</b> |
| <b>2007-09 Maintenance Level</b>        | <b>93,621</b>  | <b>324,387</b> | <b>418,008</b> |
| <b>Policy Changes - Non-Comp</b>        |                |                |                |
| 1. Buildable Lands Planning             | 1,350          | 0              | 1,350          |
| 2. Job Devel Fund Administration        | 0              | -430           | -430           |
| 3. Local Government Fiscal Notes        | 354            | 0              | 354            |
| 4. Initiative 937 Rule Writing          | 80             | 0              | 80             |
| 5. Pilot Transfer of Devel Rights Prog  | 1,000          | 0              | 1,000          |
| 6. Associate Development Org Funding    | 5,000          | 0              | 5,000          |
| 7. Domestic Violence Grants             | 3,000          | 0              | 3,000          |
| 8. 2010 Olympics Marketing              | 0              | 450            | 450            |
| 9. Reemployment Services                | 1,811          | -1,811         | 0              |
| 10. Tourism Expansion                   | -1,171         | 8,220          | 7,049          |
| 11. Achievement Gap Program             | 4,272          | 0              | 4,272          |
| 12. Community Development Block Grant   | 300            | 0              | 300            |
| 13. Maintaining PWB Customer Service    | 0              | 218            | 218            |
| 14. Benton/Franklin Drug Courts         | 400            | 0              | 400            |
| 15. Center for Advanced Manufacturing   | 150            | 0              | 150            |
| 16. Crime Victims Service Centers       | 2,000          | 0              | 2,000          |
| 17. Developmental Disability Legal Svcs | 500            | 0              | 500            |
| 18. Entrepreneurial Stars               | 2,365          | 0              | 2,365          |
| 19. Financial Fraud and ID Theft        | 500            | 0              | 500            |
| 20. African Chamber of Commerce PNW     | 100            | 0              | 100            |
| 21. Affordable Housing for All          | 0              | 31,400         | 31,400         |
| 22. Small Business Development Centers  | 695            | 0              | 695            |
| 23. Community Service Block Grants      | 3,000          | 0              | 3,000          |
| 24. Dispute Resolution Centers          | 1,000          | 0              | 1,000          |
| 25. Protecting Long-Term Care Residents | 512            | 0              | 512            |
| 26. Emergency Food Assistance Program   | 1,500          | 0              | 1,500          |
| 27. Siting Electric Transmission Lines  | 77             | 0              | 77             |
| 28. Encourage Cleaner Energy            | 4,000          | 0              | 4,000          |
| 29. Study of County Fiscal Health       | 200            | 0              | 200            |
| 30. Family Prosperity                   | 1,763          | 0              | 1,763          |
| 31. Growth Management Study             | 100            | 0              | 100            |
| 32. Individual Development Accounts     | 1,000          | 0              | 1,000          |
| 33. Incarcerated Parents                | 305            | 0              | 305            |
| 34. Poulsbo Marine Science Center       | 150            | 0              | 150            |
| 35. Pipeline Capacity                   | 80             | 0              | 80             |
| 36. Public Television and Radio         | 3,250          | 0              | 3,250          |
| 37. Innovation Partnership Zones        | 135            | 0              | 135            |
| 38. Retired Senior Volunteer Program    | 225            | 0              | 225            |
| 39. Safe and Drug Free Schools          | 400            | 0              | 400            |
| 40. KCTS V-me                           | 360            | 0              | 360            |
| 41. County Training Program             | 850            | 0              | 850            |
| 42. Washington State Games              | 0              | 50             | 50             |
| 43. Walla Walla Water and Environment   | 942            | 0              | 942            |
| 44. CINTRAFOR                           | 205            | 0              | 205            |
| 45. Expansion of Juvenile Drug Courts   | 1,031          | 0              | 1,031          |
| 46. Centro Latino                       | 200            | 0              | 200            |
| 47. Community Preservation Development  | 0              | 350            | 350            |
| 48. Community Land Trust                | 200            | 0              | 200            |
| 49. Nature Tourism Infrastructure       | 0              | 280            | 280            |
| 50. NWAG Business Center                | 990            | 0              | 990            |
| 51. Independent Youth Housing Program   | 0              | 1,000          | 1,000          |
| 52. Mobile/Manufactured Homes           | 0              | -258           | -258           |
| 53. Renton Community Planning Study     | 10             | 0              | 10             |
| 54. Microenterprise Org                 | 500            | 0              | 500            |
| 55. Econ Develop Commission             | 500            | 0              | 500            |

**Department of Community, Trade, & Economic Development**

(Dollars in Thousands)

|   | <u>NGF-S</u>   | <u>Other</u>   | <u>Total</u>   |
|---|----------------|----------------|----------------|
| 56. Offender Reentry                    | 3,914          | 0              | 3,914          |
| 57. Safe Havens                         | 100            | 0              | 100            |
| 58. Seattle Aquarium Scholarships       | 100            | 0              | 100            |
| 59. Development Rights                  | 354            | 0              | 354            |
| 60. Electrical Transmission             | 35             | 353            | 388            |
| 61. Smart Meters                        | 50             | 0              | 50             |
| 62. Health Science & Service            | 193            | 0              | 193            |
| 63. International Trade Fairs           | 300            | 0              | 300            |
| 64. SW WA Coastal Communities           | 250            | 0              | 250            |
| 65. Synergy Group                       | 25             | 0              | 25             |
| 66. Increase Services to Crime Victims  | 0              | 1,960          | 1,960          |
| 67. Governor Veto                       | -25            | 0              | -25            |
| <b>Policy -- Non-Comp Total</b>         | <b>51,487</b>  | <b>41,782</b>  | <b>93,269</b>  |
| <b>Policy Changes - Comp</b>            |                |                |                |
| 68. Revise Pension Gain-Sharing         | -48            | -31            | -79            |
| 69. Nonrepresented Staff Health Benefit | 130            | 47             | 177            |
| 70. Nonrepresented Salary Increase      | 736            | 256            | 992            |
| 71. Nonrepresented Salary Survey        | 146            | 71             | 217            |
| 72. Nonrepresented Class Consolidation  | 26             | 14             | 40             |
| 73. Nonrepresented Additional Step      | 240            | 58             | 298            |
| 74. Retain FY 2007 Pay Increase (1.6%)  | 308            | 107            | 415            |
| 75. WFSE Collective Bargaining          | 662            | 776            | 1,438          |
| <b>Policy -- Comp Total</b>             | <b>2,200</b>   | <b>1,298</b>   | <b>3,498</b>   |
| <b>Total 2007-09 Biennium</b>           | <b>147,308</b> | <b>367,467</b> | <b>514,775</b> |
| Fiscal Year 2008 Total                  | 73,059         | 192,085        | 265,144        |
| Fiscal Year 2009 Total                  | 74,249         | 175,382        | 249,631        |

**Comments:**

- Buildable Lands Planning** - Statute requires six counties (Snohomish, King, Pierce, Kitsap, Thurston, and Clark) to develop "Buildable Lands" reports every five years. The reports identify which parcels of land are targeted to experience housing growth in the next 20 years. Funding is provided to the affected counties to develop and monitor their housing plans and to replace funding that was discontinued in previous biennia.
- Job Devel Fund Administration** - Consistent with 2005 legislation, administrative costs for the Job Development Fund Program are funded in the capital budget. (Public Works Assistance Account-State)
- Local Government Fiscal Notes** - Funding for one full-time staff person and two temporary session staff is added to meet the workload demands of the Legislature related to the production of local government fiscal notes.
- Initiative 937 Rule Writing** - Initiative 937 (New Energy Resources), which passed in November 2006, requires the Department to develop rules for non-investor owned utilities to report on the energy conservation and renewable energy requirements set forth in the initiative. Rules must be adopted by December 31, 2007.
- Pilot Transfer of Devel Rights Prog** - A grant is provided to the Cascade Lands Conservancy (CLC) to conduct work consistent with the Future of Washington's Forests Report on Land Conversion and Forest Viability by collaborating with the Washington Farm Forestry Association, Family Forest Foundation, and affected local governments to demonstrate proof of concept for transferring/securing/leasing development rights and conservation easements from forest landowners who want to keep their lands in forest management. CLC may apply for and use the funds appropriated in Section 1037 of Chapter 520, Laws of 2007, Partial Veto (ESHB 1092), to conduct transactions as described above. CLC shall deliver a progress report to the Governor and relevant natural resources committees in the Legislature by September 30, 2008 and a final report by June 30, 2009.
- Associate Development Org Funding** - Funding is provided for Chapter 249, Laws of 2007 (2SSB 5092). Local economic development policy is implemented through associate development organizations (ADOs) which contract with the Department of Community, Trade, and Economic Development (DCTED). In most areas, ADOs are known as Economic Development Councils. There is currently an ADO serving each county in the state. This legislation provides increased state funding based on a per capita funding formula and updates

## Department of Community, Trade, & Economic Development

the ADO's activities regarding recruitment and retention of business and creates performance measures.

7. **Domestic Violence Grants** - Funding is provided to the Office of Crime Victims Advocacy's Domestic Violence Legal Advocacy Program to address a reduction in federal funding. This program supports victims attempting to end a violent relationship by holding offenders accountable through the criminal justice system.
8. **2010 Olympics Marketing** - Funds are provided to promote Washington as a destination for tourism and business activities during events related to the 2010 Winter Olympics in Vancouver, British Columbia. The resources provided will develop seminars to inform companies about opportunities in Washington, create a media campaign, and give support to local communities in attracting sports-related events. (Tourism Development and Promotion Account-State)
9. **Reemployment Services** - Funding for the following activities conducted by the Department are shifted from the Administrative Contingency Account to the state general fund: Business and Project Development Assistance, Local Economic Development Capacity Building, and Local Economic Development Financial Assistance. The Administrative Contingency Account does not have sufficient funds to support these activities. (General Fund-State, Administrative Contingency Account-State)
10. **Tourism Expansion** - A Washington Tourism Commission is created by Chapter 228, Laws of 2007 (SHB 1276), to market Washington as a tourism destination, and the Tourism Enterprise Account is created. Funds from the State Convention and Trade Center Account will be transferred into the enterprise account. These funds must be matched with private sector cash contributions or through in-kind contributions. (Tourism Enterprise Account-Non-Appropriated, Tourism Development and Promotion Account-State)
11. **Achievement Gap Program** - Funding is provided for the operation and expense of the "Closing the Achievement Gap - Flight Program" of the Seattle Public Schools during the 2007-09 biennium. The funds will be used in support of a collaboration model between the Seattle Public Schools and the community. The primary intent for this program is to close the academic achievement gap for students of color and students in poverty by promoting parent and family involvement and enhancing the social-emotional and the academic support for students. By June 30, 2009, Seattle Public Schools will provide an evaluation of the impact of the program on class size, graduation rates, student attendance, student achievement, and closing the achievement gap.
12. **Community Development Block Grant** - Funds are provided as a state match to access federal Community Development Block Grant administrative funds.
13. **Maintaining PWB Customer Service** - The addition of a staff position will address an increase in workload to maintain customer service and program accountability. The Public Works Board's (PWB's) loan portfolio consists of approximately 1,600 loans, half of which have been added since the 2001-03 biennium. Staff is added to address the cumulative workload increase and to manage projects consistent with the protection of archaeological and historic sites. (Public Works Assistance Account-State)
14. **Benton/Franklin Drug Courts** - Funding is provided for a grant to Benton and Franklin Counties for adult and juvenile drug courts.
15. **Center for Advanced Manufacturing** - One-time funding is provided for a grant to the Center for Advanced Manufacturing in Kent for staffing and overhead at the new center.
16. **Crime Victims Service Centers** - Funding is provided to the Office of Crime Victims Advocacy for the Crime Victims Service Centers.
17. **Developmental Disability Legal Svcs** - Ongoing funding is provided to the Developmental Disabilities Council to contract for legal services for individuals with developmental disabilities entering or currently residing in the Department of Social and Health Services (DSHS) Division of Developmental Disabilities Community Protection Program. Services shall be prioritized for individuals needing legal services who do not have a paid legal guardian. However, services are available to all individuals, subject to available funding.
18. **Entrepreneurial Stars** - Funding is provided for the Economic Development Commission to work with the Higher Education Coordinating Board (HECB), University of Washington (UW), and Washington State University (WSU) to develop a plan for recruitment of ten significant entrepreneurial researchers over the next ten years to lead innovation research teams. The HECB will implement the plan. In addition, funding is provided to develop comprehensive entrepreneurial programs at research institutions to accelerate the commercialization process.
19. **Financial Fraud and ID Theft** - One-time funding is provided for DCTED to assist enforcement of financial fraud and identity theft laws in King, Pierce, and Spokane Counties.
20. **African Chamber of Commerce PNW** - The African Chamber of Commerce of the Pacific Northwest (PNW) forms trade alliances between Washington businesses and African governments and business organizations. Funding is provided for staff to organize trade and investment programs, assist with incoming delegations by providing logistical support, one-on-one assistance to businesses that want to trade with Africa, and establish partnerships and develop projects with other organizations involved in economic development and trade with Africa.
21. **Affordable Housing for All** - Funding is provided for Chapter 427, Laws of 2007 (E2SHB 1359). This bill transfers the state's portion of current document recording fees collected by county auditors to support low-income housing from the Washington Housing Trust Account to a new appropriated account named

## Department of Community, Trade, & Economic Development

the Affordable Housing for All Account. This bill also transfers the state's portion of current document recording fees collected by county auditors to support homeless housing from the Homeless Housing Account to a new appropriated Home Security Fund Account and establishes a new \$8 document recording fee, of which, the state's portion shall be directed to this same account. (Home Security Fund Account-State, Affordable Housing Account-State).

22. **Small Business Development Centers** - Funding is provided to Western Washington University (WWU) to help small businesses stabilize and expand in Washington State using the economic gardening research services of WWU's College of Business and Economics. Additionally, \$500,000 worth of research services is to be divided evenly between 25-50 small business development centers and underserved economic development councils.
23. **Community Service Block Grants** - Ongoing funding is provided for technical assistance and support to 31 statewide Community Action Agencies (CAAs) that work to assist people in poverty. CAAs prioritize services according to local needs assessments and provide services that include housing, energy assistance, nutrition, employment and training, transportation, family development, health care, emergency food, and asset development.
24. **Dispute Resolution Centers** - Dispute Resolution Centers (DRCs) are funded through a surcharge on court filing fees capped at the same level per case filed since 1991. DRCs are mandated to provide services independent of a client's ability to pay, guaranteeing that the public has access to a low-cost resolution process. Additional funding will build statewide capacity for dispute resolution centers and provide new services such as parenting seminars, youth gang facilitations, training of neighborhood associations, prisoner education, and elder and small claims court mediations.
25. **Protecting Long-Term Care Residents** - Additional funding is provided to the Long-Term Care Ombudsman Program. Ombudsmen protect and promote the rights and quality of life of long-term care residents by providing a presence in long-term care facilities and work with state agencies and stakeholders to make improvements in long-term care laws, regulations, and practices. At current staffing levels of 22 ombudsmen and over 400 volunteers, 24 percent of Adult Family Homes statewide receive services. This additional funding will provide increased services throughout the state and generate additional Medicaid matching funds for the provision of services.
26. **Emergency Food Assistance Program** - Additional funding is provided for the Emergency Food Assistance Program which provides support for 320 food banks and distribution centers to pay for staff, operational expenses, equipment, and food to increase the food security of low-income children and adults.
27. **Siting Electric Transmission Lines** - Funding is provided for Chapter 326, Laws of 2007 (HB 1038). The bill establishes a task force to negotiate the terms of a regional compact to site electric transmission corridors of national interest.
28. **Encourage Cleaner Energy** - Funding is provided for Chapter 348, Laws of 2007, Partial Veto (E2SHB 1303). The Department will distribute funding to various agencies. This bill requires the Office of the Superintendent of Public Instruction (OSPI) to implement a school bus replacement incentive program; moves the Energy Freedom Program from the Department of Agriculture to DCTED; and requires all state and local fleets, where practicable, to satisfy fuel needs with electricity or biofuels by the year 2015. An Energy Freedom Coordinator position is created within the Department, and funding for rule making and grant administration is also included. The bill directs DCTED and the Department of Ecology to work with various stakeholders and agencies to develop strategies for vehicle electrification, develop a framework for Washington to participate in emerging markets to mitigate climate change, and complete other activities identified by Executive Order 07-02. UW is provided funding for the Climate Impacts Group to conduct climate assessments. The College of Forestry Resources is provided funding for identification of barriers to using the state's forest resources for fuel production. WSU is provided funding to analyze options for market incentives to encourage biofuels production.
29. **Study of County Fiscal Health** - Funding is provided to DCTED to contract or to consult with an agency, organization, or public or private entity to conduct a study to examine the fiscal health of counties. The study shall address spending and revenues, as well as demographic, geographic, social, economic, and other factors contributing to or causing financial distress. The study shall also examine the financial efficiencies, costs savings, and improved levels of service that may be gained by authorizing non-charter counties greater flexibility in altering their forms of governance, including consolidating or merging constitutional or statutory functions or structures. At a minimum, the study shall recommend changes to constitutional and statutory law necessary to provide counties with the legal authority required to implement the changes in governmental structures and functions to promote optimum financial efficiency and improved services.
30. **Family Prosperity** - Funding is provided for the Department to: (1) work with a statewide asset building coalition to design, implement, and fund a public education and outreach campaign; and (2) initiate, expand, and strengthen community-based asset building coalitions by providing them with technical assistance and grants. The Department shall conduct an application process and select at least 12 sites by October 31, 2007. Of the amounts provided in this subsection, no more than 10 percent may be used by the Department to administer the technical assistance and grant program. The Department will report to the Legislature on the status of the grant and technical assistance program by December 1, 2008.

## Department of Community, Trade, & Economic Development

31. **Growth Management Study** - Funding is provided for the Department to conduct a study on improving the effectiveness of the Growth Management Act.
32. **Individual Development Accounts** - Additional funding is provided to the Department's Individual Development Accounts Program to help low-income residents invest in home ownership, small business, education, computers, cars, home improvements, and assistive technology by creating matched savings accounts.
33. **Incarcerated Parents** - Funding is provided for Chapter 384, Laws of 2007 (E2SHB 1422). This bill requires several state agencies to adopt policies that assist children and families with incarcerated parents. The Department will allocate funding to DSHS, the Department of Corrections, OSPI, and the Department of Early Learning.
34. **Poulsbo Marine Science Center** - Funding is provided to the city of Poulsbo for the operation of the Poulsbo Marine Science Center as an educational facility on the Puget Sound marine environment.
35. **Pipeline Capacity** - One-time funding is provided for the Energy Facility Site Evaluation Council (EFSEC) to contract for a review of the status of pipeline utility corridor capacity and distribution for natural gas, petroleum, and biofuels in southwest Washington. EFSEC is to submit its findings and recommendations to the Legislature by December 1, 2007.
36. **Public Television and Radio** - Funding is provided for grants to public television and radio stations for operating and capital equipment and facilities calculated through funding formulas in RCW 43.63A.400 and 43.63A.420. These grants are to the following public television and radio stations: KPBX/KSFC in Spokane, \$863,525; KPLU in Seattle and Tacoma, \$733,525; KVTI in Tacoma, \$108,550; KDNA in Granger, \$29,205; KSER in Everett, \$338,325; KNHC in Seattle, \$146,620; KSPS in Spokane, \$568,750; and KBTC in Tacoma, \$461,500.
37. **Innovation Partnership Zones** - Funding is provided for the Innovation Partnership Zone Program created by Chapter 227, Laws of 2007 (SHB 1091). The Director of DCTED may designate areas in Washington as an "Innovation Partnership Zone" (IPZ). In order to be designated an IPZ, an area must have three types of institutions within their boundaries: a university or college fostering commercially valuable research, a nonprofit institution creating commercially applicable research, or a national laboratory; the dense proximity of globally competitive firms in a research-based industry or industries, or of individual firms with innovation strategies linked to a university, community college, nonprofit institution or national laboratory; and training capacity either within the IPZ or readily accessible to the IPZ.
38. **Retired Senior Volunteer Program** - Funding is provided for a grant to the Retired Senior Volunteer Program of Washington.
39. **Safe and Drug Free Schools** - One-time funding is provided for a grant to prevention and intervention specialists in communities and schools to implement comprehensive assistance programs that address problems associated with substance abuse and violence. The funding will help mitigate the impact of a federal budget reduction to the Safe and Drug Free Schools and Communities grant program.
40. **KCTS V-me** - One-time funding is provided for a grant to KCTS Public Television to offer Spanish-language programming. The programming will be offered through "V-me", a program service modeled on public television, with children's, arts, history, science, biography, nature, movies, pop culture, and public affairs genres. KCTS will organize an early learning initiative aimed at supporting Latino families in Washington State and constructing other activities that support the health and well-being of Latino families.
41. **County Training Program** - Funding is provided to the Washington State Association of Counties to offer county officials management and leadership skills training.
42. **Washington State Games** - Funding is provided for the Washington State Games. (Tourism and Promotion Account-State)
43. **Walla Walla Water and Environment** - Funding is provided for a grant to Walla Walla Community College's Water and Environmental Center.
44. **CINTRAFOR** - Funding is provided to the Center for International Trade in Forest Products (CINTRAFOR) in the UW College of Forest Resources. CINTRAFOR helps forest product exports by: (1) collecting and distributing information on rapidly changing foreign markets, including consumption trends, distribution channels, trading systems, codes/standards, and the regulatory environment; (2) applying research findings to technical, environmental, economic, social, and resource management problems that impede exports of specific products; and (3) training forest product professionals by providing funding for graduate level research on the international trade in forest products.
45. **Expansion of Juvenile Drug Courts** - Funding is provided for grants to county juvenile courts to expand the number of participants in juvenile drug courts consistent with the conclusions of the Washington State Institute for Public Policy's (WSIPP's) evaluation of effective programs to reduce future prison populations. In its report, "Evidence-Based Public Policy Options to Reduce Future Prison Construction, Criminal Justice Costs, and Crime Rates," (October 2006), WSIPP identifies this program as cost effective, reducing crime rates and future prison costs. WSIPP projects this investment, with expansion of other juvenile court and Juvenile Rehabilitation Administration (JRA) therapies, will reduce demand for 302 prison beds by 2017 and 891 beds in 2030. The Department will distribute grants to county juvenile courts based upon counties' applications and will provide grants to the courts

## Department of Community, Trade, & Economic Development

consistent with the per participant treatment costs identified by WSIPP.

provision of training and technical assistance support for microenterprise organizations by DCTED.

46. **Centro Latino** - Funding is provided to Centro Latino to support efforts in assisting the Latino Community with skills in subject areas related to economic security, legal protection, nutritious food, quality housing, education, health, and the environment.
47. **Community Preservation Development** - Funding is provided for Chapter 501, Laws of 2007, Partial Veto (SSB 6156 - Community Preservation and Development Authorities). The bill provides for the creation of community preservation and development authorities and authorizes the establishment of the Pioneer Square-International District Community Preservation and Development Authority. (Community Preservation and Development Authority Account-State)
48. **Community Land Trust** - Funding is provided for a program to build the capacity and promote the development of nonprofit community land trust organizations in the state.
49. **Nature Tourism Infrastructure** - Funding is provided for the Department of Fish and Wildlife's Nature Tourism Infrastructure Initiative. (Tourism Development and Promotion Account-State)
50. **NWAG Business Center** - Funding is provided to the Northwest Agriculture Business Center (NWAG) which seeks to improve the economic vitality of the agriculture industry within the northwest Washington counties of Island, San Juan, Skagit, Snohomish, and Whatcom. Business resources and guidance to new and existing businesses that produce value-added or innovative agriculture products or services will be provided.
51. **Independent Youth Housing Program** - Funding is provided to implement Chapter 316, Laws of 2007 (2SHB 1922). The bill creates the Independent Youth Housing Program to provide housing stipends and case management services to foster youth, ages 18-23, who have exited the state dependency system. (Independent Youth Housing Account-Non-Appropriated)
52. **Mobile/Manufactured Homes** - Funding is reduced consistent with Chapter 432, Laws of 2007, Partial Veto, (SHB 2118). The bill transfers all regulatory and other responsibilities for mobile and manufactured home installation from DCTED to the Department of Labor and Industries.
53. **Renton Community Planning Study** - One time funding is provided for a grant to the Benson Hill Communities Progress Group to assist integration into the city of Renton.
54. **Microenterprise Org** - Funding is provided to implement Chapter 322, Laws of 2007 (2SSB 5652 - Microenterprise Development), including grants to microenterprise organizations for organizational capacity building and
55. **Econ Develop Commission** - Funding is provided for Chapter 232, Laws of 2007 (2SSB 5995), to establish an economic development commission as an independent state agency in order to provide planning, coordination, evaluation, monitoring, and policy analysis and development for the state economic development system as a whole.
56. **Offender Reentry** - Funding is provided to implement Chapter 483, Laws of 2007 (SSB 6157 - Offender Recidivism). The amount of \$3.6 million is for DCTED to conduct a pilot program of transitional housing assistance for offenders who are re-entering the community. DCTED is provided \$0.29 million in FY 2008 to: (1) provide grants to counties to inventory services and resources available to assist offenders re-entering the community; (2) providing funding for WSIPP to develop criteria for conducting the inventory; and (3) assist with the inventory and implement a community transition coordination network pilot program.
57. **Safe Havens** - One-time funding is provided for a grant to Safe Havens in Kent. Safe Havens is a supervised visitation center for families affected by domestic violence and abuse.
58. **Seattle Aquarium Scholarships** - One-time funding is provided for scholarships at the Seattle Aquarium for classrooms characterized as low income, English as a second language, or special needs.
59. **Development Rights** - Funding is provided for Chapter 482, Laws of 2007 (2SHB 1636). This legislation requires DCTED to fund and manage the process of creating a regional transfer of development rights program within the Puget Sound region.
60. **Electrical Transmission** - Funding is provided to implement Chapter 325, Laws of 2007 (SHB 1037). The bill allows a person developing new transmission in excess of 115 kilovolts to seek site certification through EFSEC.
61. **Smart Meters** - One-time funding is provided for the State Energy Office in DCTED to survey best practices for smart meters/smart grid/smart appliance technology and the range of applications for smart meters around the country. The Department shall complete the study and provide a report to the Governor and the Legislature by December 1, 2007.
62. **Health Science & Service** - Funding is provided to implement Chapter 251, Laws of 2007 (E2SHB 1705), which allows a city, town, or county to establish a Health Sciences and Services Authority to promote bioscience-based economic development and advance new therapies and procedures to combat disease and promote public health.
63. **International Trade Fairs** - One-time funding is provided for grants to organizations conducting or participating in international trade fairs.

## Department of Community, Trade, & Economic Development

64. **SW WA Coastal Communities** - One-time funding is provided for a grant to Grays Harbor County for investigation and demonstration of projects related to coastal erosion. least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
65. **Synergy Group** - Funding is provided for the operation of the Synergy Group. The group is based in Lake Stevens and coordinates the resources of area non-profit organizations to prevent redundancy in charitable efforts. See Governor Veto item below.
66. **Increase Services to Crime Victims** - Federal funding is provided to improve services to crime victims. The funding provides additional training for service providers and implementation of a statewide system of service delivery with approximately 60 new contracts with community agencies. (General Fund-Federal)
67. **Governor Veto** - The Governor vetoed Section 127(14) of Chapter 522, Laws of 2007, Partial Veto (SHB 1128). Section 127(14) funded the operation of the Synergy Group created by SHB 1276.
68. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
69. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
70. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
71. **Nonrepresented Salary Survey** - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
72. **Nonrepresented Class Consolidation** - Funding is provided for nonrepresented state employees' increases in specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
73. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at
74. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)
75. **WFSE Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the Washington Federation of State Employees (WFSE). More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

\* Please see the 2007 Supplemental Operating Budget Section for additional information.

## Economic & Revenue Forecast Council

(Dollars in Thousands)

|  | NGF-S        | Other    | Total        |
|--|--------------|----------|--------------|
| <b>2005-07 Expenditure Authority</b>   | <b>1,105</b> | <b>0</b> | <b>1,105</b> |
| 2007 Supplemental *                    | 23           | 0        | 23           |
| <b>Total 2005-07 Biennium</b>          | <b>1,128</b> | <b>0</b> | <b>1,128</b> |
| <b>2007-09 Maintenance Level</b>       | <b>1,118</b> | <b>0</b> | <b>1,118</b> |
| <b>Policy Changes - Non-Comp</b>       |              |          |              |
| 1. Trade Mission Travel                | 14           | 0        | 14           |
| <b>Policy -- Non-Comp Total</b>        | <b>14</b>    | <b>0</b> | <b>14</b>    |
| <b>Policy Changes - Comp</b>           |              |          |              |
| 2. Revise Pension Gain-Sharing         | -2           | 0        | -2           |
| 3. Nonrepresented Staff Health Benefit | 5            | 0        | 5            |
| 4. Nonrepresented Salary Increase      | 34           | 0        | 34           |
| 5. Retain FY 2007 Pay Increase (1.6%)  | 14           | 0        | 14           |
| 6. Compensation Revisions              | 56           | 0        | 56           |
| <b>Policy -- Comp Total</b>            | <b>107</b>   | <b>0</b> | <b>107</b>   |
| <b>Total 2007-09 Biennium</b>          | <b>1,239</b> | <b>0</b> | <b>1,239</b> |
| Fiscal Year 2008 Total                 | 608          | 0        | 608          |
| Fiscal Year 2009 Total                 | 631          | 0        | 631          |

**Comments:**

1. **Trade Mission Travel** - Funding is provided for the director to participate in trade missions to Asia, as requested by the Governor and the Secretary of State.
2. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
3. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
4. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
5. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)
6. **Compensation Revisions** - Funding is provided for increased compensation to recruit and retain qualified employees.

\* Please see the 2007 Supplemental Operating Budget Section for additional information.

## Office of Financial Management

(Dollars in Thousands)

|   | NGF-S         | Other         | Total          |
|---|---------------|---------------|----------------|
| <b>2005-07 Expenditure Authority</b>    | <b>38,201</b> | <b>78,306</b> | <b>116,507</b> |
| 2007 Supplemental *                     | 60            | 0             | 60             |
| <b>Total 2005-07 Biennium</b>           | <b>38,261</b> | <b>78,306</b> | <b>116,567</b> |
| <b>2007-09 Maintenance Level</b>        | <b>36,685</b> | <b>81,593</b> | <b>118,278</b> |
| <b>Policy Changes - Non-Comp</b>        |               |               |                |
| 1. Improved Permitting and Mitigation   | 1,160         | 0             | 1,160          |
| 2. Fiscal Note Assistance               | 250           | 0             | 250            |
| 3. Educational Data Center              | 800           | 0             | 800            |
| 4. Transportation Funding Formula       | 280           | 0             | 280            |
| 5. Agricultural Pilot Project           | 500           | 0             | 500            |
| 6. Health Care Planning                 | 360           | 0             | 360            |
| 7. Transfers                            | 396           | 0             | 396            |
| 8. Economic Development Project         | 45            | 0             | 45             |
| 9. State Population Survey              | 133           | 0             | 133            |
| 10. Health Resources Strategy           | 1,305         | 0             | 1,305          |
| 11. Office of Regulatory Assistance     | 2,100         | 0             | 2,100          |
| 12. Permit Integration                  | 640           | 0             | 640            |
| 13. ORA Service Center                  | 400           | 0             | 400            |
| 14. Local Permit Tracking Systems       | 350           | 0             | 350            |
| 15. Agricultural Land Uses              | 354           | 0             | 354            |
| <b>Policy -- Non-Comp Total</b>         | <b>9,073</b>  | <b>0</b>      | <b>9,073</b>   |
| <b>Policy Changes - Comp</b>            |               |               |                |
| 16. Revise Pension Gain-Sharing         | -55           | -34           | -89            |
| 17. Nonrepresented Staff Health Benefit | 152           | 99            | 251            |
| 18. Nonrepresented Salary Increase      | 1,057         | 671           | 1,728          |
| 19. Nonrepresented Salary Survey        | 258           | 505           | 763            |
| 20. Nonrepresented Class Consolidation  | 14            | 0             | 14             |
| 21. Nonrepresented Additional Step      | 115           | 159           | 274            |
| 22. Retain FY 2007 Pay Increase (1.6%)  | 445           | 284           | 729            |
| <b>Policy -- Comp Total</b>             | <b>1,986</b>  | <b>1,684</b>  | <b>3,670</b>   |
| <b>Total 2007-09 Biennium</b>           | <b>47,744</b> | <b>83,277</b> | <b>131,021</b> |
| Fiscal Year 2008 Total                  | 24,298        | 41,842        | 66,140         |
| Fiscal Year 2009 Total                  | 23,446        | 41,435        | 64,881         |

**Comments:**

1. **Improved Permitting and Mitigation** - Funding is provided to continue work on a project with the Association of Washington Cities, the Washington State Association of Counties, and the Office of Regulatory Assistance (ORA) to improve the environmental permitting and mitigation processes. These efforts are intended to result in a streamlined permitting process for federal, state, and local agencies through the use of common data and the development of an integrated permit and mitigation system.
2. **Fiscal Note Assistance** - Funding is provided for additional fiscal analytical capacity.
3. **Educational Data Center** - The Washington Learns report recommends ten long-term goals aimed at raising overall educational attainment in Washington. The Governor will create a P-20 council to track progress toward these goals and focus on the transitions between early learning, K-12, and higher education. To support the work of the P-20 council, the Office of Financial Management (OFM), with the Office of Superintendent of Public Instruction (OSPI), the Higher Education Coordinating Board, the State Board for Community and Technical Colleges, the four-year institutions of higher education, and the Work Force Training and Education Coordinating Board, funding is provided to create a data system that coordinates and builds upon existing administrative databases, such as the K-12 core student records system and the public centralized higher education enrollment system.
4. **Transportation Funding Formula** - The Joint Legislative Audit and Review Committee's (JLARC) recent review of K-12 pupil transportation funding found significant structural and implementation problems with the current funding formula. Because of these structural problems, JLARC does not recommend increasing the allocation rate used in the current formula to address funding needs. The report recommends that

## Office of Financial Management

- the Legislature should develop a funding formula customized to Washington's needs. Funding is provided for OFM to contract with consultants who have expertise in pupil transportation and K-12 funding formula distributions. The contractors, in consultation with OFM, the Legislature, and OSPI, will develop at least two options for a new pupil transportation formula.
5. **Agricultural Pilot Project** - Funds are provided for the Agricultural Pilot Project at the William D. Ruckelshaus Center. The project will provide funding and seek matching funds for demonstration projects that promote agricultural viability and environmental benefits.
  6. **Health Care Planning** - In accordance with Chapter 259, Laws of 2007, Partial Veto (E2SSB 5930), funding is provided to study a state-supported reinsurance, or stop-loss, program and submit implementing legislation and financing options by December 2007. OFM, in collaboration with the Office of the Insurance Commissioner, must evaluate options for a reinsurance program for for the individual and small group insurance markets and evaluate whether the Washington State Health Insurance Pool should be retained. An interim report is due to the Legislature by December 1, 2007, and a final report is due September 1, 2008. (Health Services Account)
  7. **Transfers** - The WorkFirst Performance Team is supported by the Local Area Planning Program at DCTED. Funding for Local Area Planning has been provided to DCTED through an interagency agreement with the Department of Social and Health Services (DSHS). Funding is provided for a direct appropriation to OFM to minimize administrative activities needed to support the current funding process. A corresponding reduction is being made to the DSHS appropriation. (General Fund-State)
  8. **Economic Development Project** - Pursuant to Chapter 231, Laws of 2007 (ESB 5508), funding is provided for ORA to disseminate information about best practices and technical assistance to local jurisdictions related to providing information to permit applicants and for reducing the turnaround time between submission and issuance of a development permit.
  9. **State Population Survey** - Funding is provided for the additional costs necessary to conduct population surveys and for a personal services contract that will produce a plan to change survey methodology. A change in the survey methodology is necessary because fewer people are willing to respond to telephone surveys.
  10. **Health Resources Strategy** - Funding is provided to implement E2SSB 5930, which requires OFM to coordinate a state health planning process in order to create the statewide health resources strategy that will guide the certificate of need process. The first strategy is due January 1, 2010, and must be updated every two years.
  11. **Office of Regulatory Assistance** - Funding is provided to continue ORA pursuant to Chapter 94, Laws of 2007 (2SSB 5122), which repealed the sunset date of June 30, 2008, and established a new sunset date of June 30, 2012, for ORA.
  12. **Permit Integration** - Funding is provided for ORA to work with its partners to develop statewide, multi-agency permits for transportation infrastructure and other projects that integrate local, state, and federal permit requirements and mitigation standards. (General Fund-State)
  13. **ORA Service Center** - Funding is provided for improved capacity for the ORA service center. The service center will be able to provide assistance to small projects, as well as to the general public. In addition, service center staff will provide technical and administrative support to ORA regional leads, which will expand capacity for coordinating large, multi-agency projects by 10 to 15 percent.
  14. **Local Permit Tracking Systems** - Funding is provided to ORA for grants to local governments for streamlined permit tracking systems.
  15. **Agricultural Land Uses** - One-time funding is provided to implement Chapter 353, Laws of 2007 (SSB 5248), which directs the Ruckelshaus Center to commence a two-phase examination of the conflicts between agricultural activities and critical areas ordinances. The first phase includes fact-finding and stakeholder discussions, and the second phase includes facilitation of discussions to identify policy and financial options. Two fact-finding reports are due to the Legislature by December 1, 2007, and December 1, 2008, and a final report is due by September 1, 2009.
  16. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  17. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  18. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  19. **Nonrepresented Salary Survey** - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  20. **Nonrepresented Class Consolidation** - Funding is provided for nonrepresented state employees' increases in specific job

## Office of Financial Management

classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

21. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
22. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)

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

\* Please see the 2007 Supplemental Operating Budget Section for additional information.

## Office of Administrative Hearings

(Dollars in Thousands)

|  | NGF-S    | Other         | Total         |
|--|----------|---------------|---------------|
| <b>2005-07 Expenditure Authority</b>   | <b>0</b> | <b>29,645</b> | <b>29,645</b> |
| 2007 Supplemental *                    | 0        | 107           | 107           |
| <b>Total 2005-07 Biennium</b>          | <b>0</b> | <b>29,752</b> | <b>29,752</b> |
| <hr/>                                  |          |               |               |
| <b>2007-09 Maintenance Level</b>       | <b>0</b> | <b>30,371</b> | <b>30,371</b> |
| <b>Policy Changes - Comp</b>           |          |               |               |
| 1. Revise Pension Gain-Sharing         | 0        | -40           | -40           |
| 2. Nonrepresented Staff Health Benefit | 0        | 141           | 141           |
| 3. Nonrepresented Salary Increase      | 0        | 818           | 818           |
| 4. Nonrepresented Salary Survey        | 0        | 76            | 76            |
| 5. Nonrepresented Class Consolidation  | 0        | 88            | 88            |
| 6. Nonrepresented Additional Step      | 0        | 109           | 109           |
| 7. Retain FY 2007 Pay Increase (1.6%)  | 0        | 344           | 344           |
| 8. Compensation Revisions              | 0        | 1,180         | 1,180         |
| <b>Policy -- Comp Total</b>            | <b>0</b> | <b>2,716</b>  | <b>2,716</b>  |
| <hr/>                                  |          |               |               |
| <b>Total 2007-09 Biennium</b>          | <b>0</b> | <b>33,087</b> | <b>33,087</b> |
| Fiscal Year 2008 Total                 | 0        | 16,215        | 16,215        |
| Fiscal Year 2009 Total                 | 0        | 16,872        | 16,872        |

**Comments:**

- |   |  |
|---|--|
| <p>1. <b>Revise Pension Gain-Sharing</b> - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>2. <b>Nonrepresented Staff Health Benefit</b> - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>3. <b>Nonrepresented Salary Increase</b> - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>4. <b>Nonrepresented Salary Survey</b> - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>5. <b>Nonrepresented Class Consolidation</b> - Funding is provided for nonrepresented state employees' increases in specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> | <p>6. <b>Nonrepresented Additional Step</b> - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>7. <b>Retain FY 2007 Pay Increase (1.6%)</b> - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)</p> <p>8. <b>Compensation Revisions</b> - Funding is provided to increase Administrative Law judges' salaries to the same level as Board of Industrial Insurance Appeals (BIIA) judges. BIIA judges are receiving an increase as recommended by the Department of Personnel Salary survey. However, Administrative Law judges' salaries are set via the State Committee on Salaries for Agency Officials (SCSAO) under RCW 34.12.100, so they are not covered by the salary survey. The CSAO recommends the Administrative Law judges salaries be equal to BIIA judges. (Administrative Hearings Revolving Account-State)</p> |
|---|--|

\* Please see the 2007 Supplemental Operating Budget Section for additional information.

## Department of Personnel

(Dollars in Thousands)

|  | NGF-S    | Other         | Total         |
|--|----------|---------------|---------------|
| <b>2005-07 Expenditure Authority</b>   | <b>0</b> | <b>68,850</b> | <b>68,850</b> |
| <b>2007-09 Maintenance Level</b>       | <b>0</b> | <b>59,123</b> | <b>59,123</b> |
| <b>Policy Changes - Non-Comp</b>       |          |               |               |
| 1. Operating Funds Transfer            | 0        | 7,293         | 7,293         |
| <b>Policy -- Non-Comp Total</b>        | <b>0</b> | <b>7,293</b>  | <b>7,293</b>  |
| <b>Policy Changes - Comp</b>           |          |               |               |
| 2. Revise Pension Gain-Sharing         | 0        | -57           | -57           |
| 3. Nonrepresented Staff Health Benefit | 0        | 196           | 196           |
| 4. Nonrepresented Salary Increase      | 0        | 1,161         | 1,161         |
| 5. Nonrepresented Salary Survey        | 0        | 878           | 878           |
| 6. Nonrepresented Class Consolidation  | 0        | 63            | 63            |
| 7. Nonrepresented Additional Step      | 0        | 416           | 416           |
| 8. Retain FY 2007 Pay Increase (1.6%)  | 0        | 488           | 488           |
| <b>Policy -- Comp Total</b>            | <b>0</b> | <b>3,145</b>  | <b>3,145</b>  |
| <b>Total 2007-09 Biennium</b>          | <b>0</b> | <b>69,561</b> | <b>69,561</b> |
| Fiscal Year 2008 Total                 | 0        | 36,807        | 36,807        |
| Fiscal Year 2009 Total                 | 0        | 32,754        | 32,754        |

**Comments:**

- |   |   |
|---|---|
| <p>1. <b>Operating Funds Transfer</b> - Funding is transferred to the Data Processing Revolving Account to cover the anticipated costs of operating HRMS in the 2007-09 biennium. (Department of Personnel Service Account-State)</p> <p>2. <b>Revise Pension Gain-Sharing</b> - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>3. <b>Nonrepresented Staff Health Benefit</b> - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>4. <b>Nonrepresented Salary Increase</b> - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>5. <b>Nonrepresented Salary Survey</b> - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>6. <b>Nonrepresented Class Consolidation</b> - Funding is provided for nonrepresented state employees' increases in specific job</p> | <p>classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>7. <b>Nonrepresented Additional Step</b> - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>8. <b>Retain FY 2007 Pay Increase (1.6%)</b> - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)</p> |
|---|---|

## State Lottery Commission

(Dollars in Thousands)

|  | NGF-S    | Other          | Total          |
|--|----------|----------------|----------------|
| <b>2005-07 Expenditure Authority</b>   | <b>0</b> | <b>735,317</b> | <b>735,317</b> |
| <b>2007-09 Maintenance Level</b>       | <b>0</b> | <b>794,348</b> | <b>794,348</b> |
| <b>Policy Changes - Comp</b>           |          |                |                |
| 1. Revise Pension Gain-Sharing         | 0        | -28            | -28            |
| 2. Nonrepresented Staff Health Benefit | 0        | 93             | 93             |
| 3. Nonrepresented Salary Increase      | 0        | 480            | 480            |
| 4. Nonrepresented Salary Survey        | 0        | 195            | 195            |
| 5. Nonrepresented Class Consolidation  | 0        | 27             | 27             |
| 6. Nonrepresented Additional Step      | 0        | 137            | 137            |
| 7. Retain FY 2007 Pay Increase (1.6%)  | 0        | 202            | 202            |
| 8. WFSE Collective Bargaining          | 0        | 296            | 296            |
| <b>Policy -- Comp Total</b>            | <b>0</b> | <b>1,402</b>   | <b>1,402</b>   |
| <b>Total 2007-09 Biennium</b>          | <b>0</b> | <b>795,750</b> | <b>795,750</b> |
| Fiscal Year 2008 Total                 | 0        | 393,757        | 393,757        |
| Fiscal Year 2009 Total                 | 0        | 401,993        | 401,993        |

**Comments:**

- 1. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 2. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 3. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 4. **Nonrepresented Salary Survey** - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 5. **Nonrepresented Class Consolidation** - Funding is provided for nonrepresented state employees' increases in specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 6. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 7. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)
- 8. **WFSE Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the Washington Federation of State Employees (WFSE). More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

## Washington State Commission on Hispanic Affairs

(Dollars in Thousands)

|  | NGF-S      | Other    | Total      |
|--|------------|----------|------------|
| <b>2005-07 Expenditure Authority</b>   | <b>487</b> | <b>0</b> | <b>487</b> |
| <b>2007-09 Maintenance Level</b>       | <b>523</b> | <b>0</b> | <b>523</b> |
| <b>Policy Changes - Comp</b>           |            |          |            |
| 1. Revise Pension Gain-Sharing         | -1         | 0        | -1         |
| 2. Nonrepresented Staff Health Benefit | 2          | 0        | 2          |
| 3. Nonrepresented Salary Increase      | 9          | 0        | 9          |
| 4. Retain FY 2007 Pay Increase (1.6%)  | 4          | 0        | 4          |
| <b>Policy -- Comp Total</b>            | <b>14</b>  | <b>0</b> | <b>14</b>  |
| <b>Total 2007-09 Biennium</b>          | <b>537</b> | <b>0</b> | <b>537</b> |
| Fiscal Year 2008 Total                 | 261        | 0        | 261        |
| Fiscal Year 2009 Total                 | 276        | 0        | 276        |

**Comments:**

1. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  
2. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  
3. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  
4. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)

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

(Dollars in Thousands)

|  | <u>NGF-S</u> | <u>Other</u> | <u>Total</u> |
|--|--------------|--------------|--------------|
| <b>2005-07 Expenditure Authority</b>   | <b>479</b>   | <b>0</b>     | <b>479</b>   |
| <b>2007-09 Maintenance Level</b>       | <b>509</b>   | <b>0</b>     | <b>509</b>   |
| <b>Policy Changes - Comp</b>           |              |              |              |
| 1. Revise Pension Gain-Sharing         | -1           | 0            | -1           |
| 2. Nonrepresented Staff Health Benefit | 2            | 0            | 2            |
| 3. Nonrepresented Salary Increase      | 9            | 0            | 9            |
| 4. Retain FY 2007 Pay Increase (1.6%)  | 4            | 0            | 4            |
| <b>Policy -- Comp Total</b>            | <b>14</b>    | <b>0</b>     | <b>14</b>    |
| <b>Total 2007-09 Biennium</b>          | <b>523</b>   | <b>0</b>     | <b>523</b>   |
| Fiscal Year 2008 Total                 | 257          | 0            | 257          |
| Fiscal Year 2009 Total                 | 266          | 0            | 266          |

**Comments:**

1. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
2. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
3. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
4. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)

## Department of Retirement Systems

(Dollars in Thousands)

|   | NGF-S      | Other         | Total         |
|---|------------|---------------|---------------|
| <b>2005-07 Expenditure Authority</b>    | <b>0</b>   | <b>50,481</b> | <b>50,481</b> |
| 2007 Supplemental *                     | 0          | -989          | -989          |
| <b>Total 2005-07 Biennium</b>           | <b>0</b>   | <b>49,492</b> | <b>49,492</b> |
| <b>2007-09 Maintenance Level</b>        | <b>0</b>   | <b>49,592</b> | <b>49,592</b> |
| <b>Policy Changes - Non-Comp</b>        |            |               |               |
| 1. Gain-Sharing Revisions               | 0          | 315           | 315           |
| 2. Contribution Rate Process            | 0          | 12            | 12            |
| 3. Age 66 COLA Eligibility              | 0          | 17            | 17            |
| 4. Duty-Disability Service Credit       | 0          | 15            | 15            |
| 5. EMT Service Credit Transfers         | 0          | 43            | 43            |
| 6. Judges Service Credit Purchases      | 0          | 72            | 72            |
| 7. Plan 1 Post Retirement Employment    | 0          | 33            | 33            |
| 8. Voluntary Retirement Accounts        | 450        | 0             | 450           |
| <b>Policy -- Non-Comp Total</b>         | <b>450</b> | <b>507</b>    | <b>957</b>    |
| <b>Policy Changes - Comp</b>            |            |               |               |
| 9. Revise Pension Gain-Sharing          | 0          | -55           | -55           |
| 10. Nonrepresented Staff Health Benefit | 0          | 226           | 226           |
| 11. Nonrepresented Salary Increase      | 0          | 1,128         | 1,128         |
| 12. Nonrepresented Salary Survey        | 0          | 1,111         | 1,111         |
| 13. Nonrepresented Additional Step      | 0          | 508           | 508           |
| 14. Retain FY 2007 Pay Increase (1.6%)  | 0          | 474           | 474           |
| 15. WPEA Collective Bargaining          | 0          | 25            | 25            |
| <b>Policy -- Comp Total</b>             | <b>0</b>   | <b>3,417</b>  | <b>3,417</b>  |
| <b>Total 2007-09 Biennium</b>           | <b>450</b> | <b>53,516</b> | <b>53,966</b> |
| Fiscal Year 2008 Total                  | 200        | 26,461        | 26,661        |
| Fiscal Year 2009 Total                  | 250        | 27,055        | 27,305        |

**Comments:**

1. **Gain-Sharing Revisions** - Funding is provided for administrative costs associated with the repeal of gain-sharing benefits in the Public Employees' Retirement System (PERS) and Teachers' Retirement System (TRS) Plans 1 and 3 and the School Employees' Retirement System (SERS) Plan 3. Gain-sharing will be replaced with a package of alternative benefits. (Department of Retirement Systems Expense Account-State)
2. **Contribution Rate Process** - Funding is provided for the administrative expenses associated with the revision of the retirement system rate adoption schedule pursuant to Chapter 280, Laws of 2007 (SB 5014). (Department of Retirement Systems Expense Account-State)
3. **Age 66 COLA Eligibility** - Funding is provided for the administrative expenses associated with the revision of the eligibility criteria for the Uniform Cost-of-Living Adjustment (COLA) in Plan 1 of the Public Employees' and Teachers' Retirement Systems (PERS 1 and TRS 1) pursuant to Chapter Law 89, Laws of 2007 (SB 5175). (Department of Retirement Systems Expense Account-State)
4. **Duty-Disability Service Credit** - Funding is provided for the administrative expenses associated with allowing the purchase of retirement system service credit for periods of temporary duty disability pursuant to Chapter 49, Laws of 2007 (SHB 1261). (Department of Retirement Systems Expense Account-State)
5. **EMT Service Credit Transfers** - Funding is provided for the administrative costs necessary to implement new provisions for the transfer of prior service credit from the Public Employees' Retirement System to the Law Enforcement Officers' and Fire Fighters' Retirement System for emergency medical technicians (EMTs) that are killed or disabled in the line of duty, pursuant to Chapter 304, Laws of 2007 (HB 1680). (Department of Retirement Systems Expense Account-State)
6. **Judges Service Credit Purchases** - Funding is provided to cover the administrative costs necessary to provide for the subsidized purchase by judges of enhanced retirement benefits for prior service pursuant to Chapter 123, Laws of 2007 (ESHB 1649). (Department of Retirement Systems Expense Account-State)
7. **Plan 1 Post Retirement Employment** - Funding is provided for the administrative costs necessary to implement new regulations on the public employment of retired teachers pursuant to Chapter 50, Laws of 2007 (SHB 1262). (Department of Retirement Systems Expense Account-State)

## Department of Retirement Systems

8. **Voluntary Retirement Accounts** - Funding is provided for the Department to develop a plan to offer a voluntary retirement program for private sector employees. The funding provided is solely to develop a plan and seek qualification from the federal Internal Revenue Service to operate the plan on a tax-preferred basis.
9. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
10. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
11. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
12. **Nonrepresented Salary Survey** - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
13. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
14. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)
15. **WPEA Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the Washington Public Employees' Association (WPEA). More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

\* Please see the 2007 Supplemental Operating Budget Section for additional information.

## Department of Revenue

(Dollars in Thousands)

|   | NGF-S          | Other         | Total          |
|---|----------------|---------------|----------------|
| <b>2005-07 Expenditure Authority</b>    | <b>183,220</b> | <b>15,931</b> | <b>199,151</b> |
| 2007 Supplemental *                     | 0              | -50           | -50            |
| <b>Total 2005-07 Biennium</b>           | <b>183,220</b> | <b>15,881</b> | <b>199,101</b> |
| <b>2007-09 Maintenance Level</b>        | <b>186,579</b> | <b>16,745</b> | <b>203,324</b> |
| <b>Policy Changes - Non-Comp</b>        |                |               |                |
| 1. Vehicle Enforcement                  | 228            | 0             | 228            |
| 2. Timber Tax Program Reduction         | 0              | -250          | -250           |
| 3. Simplifying Tax Programs             | -42            | 0             | -42            |
| 4. Taxation of Digital Goods Study      | 75             | 0             | 75             |
| 5. Property Advisory Appraisals         | 630            | 0             | 630            |
| 6. Tax Survey/Performance Audit Data    | 179            | 0             | 179            |
| 7. Streamlined Sales Tax                | 783            | 0             | 783            |
| 8. Sales of Prescription Drugs          | 31             | 0             | 31             |
| 9. Non Resident Vessels                 | 166            | 0             | 166            |
| 10. Annual Property Tax Reevaluation    | 508            | 0             | 508            |
| <b>Policy -- Non-Comp Total</b>         | <b>2,558</b>   | <b>-250</b>   | <b>2,308</b>   |
| <b>Policy Changes - Comp</b>            |                |               |                |
| 11. Revise Pension Gain-Sharing         | -213           | -11           | -224           |
| 12. Nonrepresented Staff Health Benefit | 188            | 9             | 197            |
| 13. Nonrepresented Salary Increase      | 1,171          | 41            | 1,212          |
| 14. Nonrepresented Salary Survey        | 300            | 18            | 318            |
| 15. Nonrepresented Agency Request       | 29             | 0             | 29             |
| 16. Nonrepresented Class Consolidation  | 2              | 0             | 2              |
| 17. Nonrepresented Additional Step      | 165            | 2             | 167            |
| 18. Retain FY 2007 Pay Increase (1.6%)  | 493            | 18            | 511            |
| 19. WPEA Collective Bargaining          | 10,049         | 641           | 10,690         |
| <b>Policy -- Comp Total</b>             | <b>12,184</b>  | <b>718</b>    | <b>12,902</b>  |
| <b>Total 2007-09 Biennium</b>           | <b>201,321</b> | <b>17,213</b> | <b>218,534</b> |
| Fiscal Year 2008 Total                  | 98,978         | 8,521         | 107,499        |
| Fiscal Year 2009 Total                  | 102,343        | 8,692         | 111,035        |

**Comments:**

- |  |   |
|--|---|
| <p>1. <b>Vehicle Enforcement</b> - Funding is provided for the Department of Revenue (DOR) to implement legislation enacted in 2005 regarding vehicle licensing and registration enforcement. DOR will work with the State Patrol and Department of Licensing to increase the enforcement of laws requiring Washington residents to obtain their driver's licenses and register their vehicles in the state. These efforts are expected to generate \$2.8 million in General Fund-State revenue.</p> <p>2. <b>Timber Tax Program Reduction</b> - Increased efficiencies to the Timber Tax Program allows the budget to be reduced by \$250,000 during the 2007-09 biennium. (Timber Tax Distribution Account-State)</p> <p>3. <b>Simplifying Tax Programs</b> - Chapter 111, Laws of 2007 (SB 5468 - Administration of Tax Programs), reduces costs by simplifying several tax program requirements and administrative procedures. The bill allows the Department to send electronic notices, and non-profit organizations may submit renewal applications electronically.</p> | <p>4. <b>Taxation of Digital Goods Study</b> - Funding is provided for a study on the taxation of electronically delivered products. The study shall be conducted by the Department with representatives from the four major caucuses of the Legislature as well as representatives from the industry.</p> <p>5. <b>Property Advisory Appraisals</b> - Funding is provided for three property tax appraisers to provide counties with advisory appraisals on some of the more complicated and less common types of property.</p> <p>6. <b>Tax Survey/Performance Audit Data</b> - Funding is provided for the Department to supply information to the Joint Legislative Audit and Review Committee to assist in its review of tax preferences and to implement the annual surveys that have been required in many pieces of tax preference legislation over the past several years that have not been previously funded.</p> <p>7. <b>Streamlined Sales Tax</b> - Funding is provided for the implementation of Chapter 6, Laws of 2007 (SSB 5089 -</p> |
|--|---|

## Department of Revenue

- Streamline Sales Tax Agreement), which will bring Washington into full conformity with the Streamlined Sales and Use Tax Administration Agreement.
8. **Sales of Prescription Drugs** - Funding is provided for implementation of Chapter 447, Laws of 2007 (SHB 1891 - Sales of Prescription Drugs), that allows for a business and occupation tax deduction for sales of certain prescription drugs.
  9. **Non Resident Vessels** - Funding is provide for the implementation of Chapter 22, Laws of 2007 (SHB 1002 - Non Resident Vessels), which allows non resident vessels purchased in the state to remain in Washington for a period of one year if they purchase and display a valid use permit.
  10. **Annual Property Tax Reevaluation** - Funding is provided for the Department to assist counties in implementing an annual property tax reevaluation cycle. Twenty-one counties currently assess property on a two, three, or four year cycle.
  11. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  12. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  13. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  14. **Nonrepresented Salary Survey** - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  15. **Nonrepresented Agency Request** - Funding is provided for increases for nonrepresented state employees for specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  16. **Nonrepresented Class Consolidation** - Funding is provided for nonrepresented state employees' increases in specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  17. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  18. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)
  19. **WPEA Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the Washington Public Employees' Association (WPEA). More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

\* Please see the 2007 Supplemental Operating Budget Section for additional information.

## State Investment Board

(Dollars in Thousands)

|  | NGF-S      | Other         | Total         |
|--|------------|---------------|---------------|
| <b>2005-07 Expenditure Authority</b>   | <b>300</b> | <b>16,123</b> | <b>16,423</b> |
| <b>2007-09 Maintenance Level</b>       | <b>0</b>   | <b>16,558</b> | <b>16,558</b> |
| <b>Policy Changes - Non-Comp</b>       |            |               |               |
| 1. Risk Management Program             | 0          | 154           | 154           |
| 2. Internal Audit Capacity             | 0          | 200           | 200           |
| 3. Legal Services Increase             | 0          | 306           | 306           |
| 4. Implement Investment Strategy       | 0          | 1,042         | 1,042         |
| 5. Due Diligence-Investment Monitoring | 0          | 210           | 210           |
| <b>Policy -- Non-Comp Total</b>        | <b>0</b>   | <b>1,912</b>  | <b>1,912</b>  |
| <b>Policy Changes - Comp</b>           |            |               |               |
| 6. Revise Pension Gain-Sharing         | 0          | -23           | -23           |
| 7. Nonrepresented Staff Health Benefit | 0          | 56            | 56            |
| 8. Nonrepresented Salary Increase      | 0          | 463           | 463           |
| 9. Nonrepresented Salary Survey        | 0          | 57            | 57            |
| 10. Nonrepresented Additional Step     | 0          | 48            | 48            |
| 11. Retain FY 2007 Pay Increase (1.6%) | 0          | 195           | 195           |
| <b>Policy -- Comp Total</b>            | <b>0</b>   | <b>796</b>    | <b>796</b>    |
| <b>Total 2007-09 Biennium</b>          | <b>0</b>   | <b>19,266</b> | <b>19,266</b> |
| Fiscal Year 2008 Total                 | 0          | 9,145         | 9,145         |
| Fiscal Year 2009 Total                 | 0          | 10,121        | 10,121        |

**Comments:**

- |  |  |
|--|--|
| <p>1. <b>Risk Management Program</b> - Funding is provided for the Washington State Investment Board (WSIB) to increase capacity for identification, prioritization, measurement, and management of risk. (State Investment Board Expense Account-State)</p> <p>2. <b>Internal Audit Capacity</b> - Funding is provided to add an internal audit position to ensure adequate audit coverage for risks identified and in need of periodic review. (State Investment Board Expense Account-State)</p> <p>3. <b>Legal Services Increase</b> - Funding is provided to increase the level of Attorney General support for real estate and private equity investments from 1.23 to 2.0 FTE staff. (State Investment Board Expense Account-State)</p> <p>4. <b>Implement Investment Strategy</b> - Funding is provided for two additional investment officers in the real estate section. Funding is also provided for an assistant investment officer for the risk and compliance section and two support positions. (State Investment Board Expense Account-State)</p> <p>5. <b>Due Diligence-Investment Monitoring</b> - Funding is provided for the cost of increased travel required for WSIB staff in order to make investment decisions, exercise due diligence, and provide oversight of existing managers. (State Investment Board Expense Account-State)</p> <p>6. <b>Revise Pension Gain-Sharing</b> - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this</p> | <p>item is provided in the highlights for Special Appropriations on page 359.</p> <p>7. <b>Nonrepresented Staff Health Benefit</b> - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>8. <b>Nonrepresented Salary Increase</b> - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>9. <b>Nonrepresented Salary Survey</b> - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>10. <b>Nonrepresented Additional Step</b> - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>11. <b>Retain FY 2007 Pay Increase (1.6%)</b> - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)</p> |
|--|--|

## Board of Tax Appeals

(Dollars in Thousands)

|  | NGF-S        | Other    | Total        |
|--|--------------|----------|--------------|
| <b>2005-07 Expenditure Authority</b>   | <b>2,581</b> | <b>0</b> | <b>2,581</b> |
| 2007 Supplemental *                    | 5            | 0        | 5            |
| <b>Total 2005-07 Biennium</b>          | <b>2,586</b> | <b>0</b> | <b>2,586</b> |
| <b>2007-09 Maintenance Level</b>       | <b>2,630</b> | <b>0</b> | <b>2,630</b> |
| <b>Policy Changes - Non-Comp</b>       |              |          |              |
| 1. Add Seattle Office                  | 81           | 0        | 81           |
| <b>Policy -- Non-Comp Total</b>        | <b>81</b>    | <b>0</b> | <b>81</b>    |
| <b>Policy Changes - Comp</b>           |              |          |              |
| 2. Revise Pension Gain-Sharing         | -3           | 0        | -3           |
| 3. Nonrepresented Staff Health Benefit | 11           | 0        | 11           |
| 4. Nonrepresented Salary Increase      | 69           | 0        | 69           |
| 5. Nonrepresented Class Consolidation  | 14           | 0        | 14           |
| 6. Nonrepresented Additional Step      | 4            | 0        | 4            |
| 7. Retain FY 2007 Pay Increase (1.6%)  | 29           | 0        | 29           |
| 8. Compensation Increase               | 47           | 0        | 47           |
| <b>Policy -- Comp Total</b>            | <b>171</b>   | <b>0</b> | <b>171</b>   |
| <b>Total 2007-09 Biennium</b>          | <b>2,882</b> | <b>0</b> | <b>2,882</b> |
| Fiscal Year 2008 Total                 | 1,502        | 0        | 1,502        |
| Fiscal Year 2009 Total                 | 1,380        | 0        | 1,380        |

**Comments:**

- |  |  |
|--|--|
| <p>1. <b>Add Seattle Office</b> - Funding is provided for the Board to maintain a Seattle office to conduct hearings.</p> <p>2. <b>Revise Pension Gain-Sharing</b> - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>3. <b>Nonrepresented Staff Health Benefit</b> - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>4. <b>Nonrepresented Salary Increase</b> - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>5. <b>Nonrepresented Class Consolidation</b> - Funding is provided for nonrepresented state employees' increases in specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> | <p>6. <b>Nonrepresented Additional Step</b> - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>7. <b>Retain FY 2007 Pay Increase (1.6%)</b> - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)</p> <p>8. <b>Compensation Increase</b> - Funding is provided for staff in exempt positions to receive annual compensation increases of 5 percent to bring their salaries in line with similar positions in other similar state agencies.</p> <p>* Please see the 2007 Supplemental Operating Budget Section for additional information.</p> |
|--|--|

## Municipal Research Council

(Dollars in Thousands)

|                                      | NGF-S      | Other        | Total        |
|--------------------------------------|------------|--------------|--------------|
| <b>2005-07 Expenditure Authority</b> | <b>0</b>   | <b>4,921</b> | <b>4,921</b> |
| <b>2007-09 Maintenance Level</b>     | <b>0</b>   | <b>4,925</b> | <b>4,925</b> |
| <b>Policy Changes - Comp</b>         |            |              |              |
| 1. Staff Attorney Retention          | 0          | 66           | 66           |
| 2. Compensation Revisions            | 0          | 314          | 314          |
| 3. Special Districts                 | 400        | 0            | 400          |
| <b>Policy -- Comp Total</b>          | <b>400</b> | <b>380</b>   | <b>780</b>   |
| <b>Total 2007-09 Biennium</b>        | <b>400</b> | <b>5,305</b> | <b>5,705</b> |
| Fiscal Year 2008 Total               | 200        | 2,653        | 2,853        |
| Fiscal Year 2009 Total               | 200        | 2,652        | 2,852        |

**Comments:**

1. **Staff Attorney Retention** - In an effort to retain its legal staff and provide consistent, reliable customer service, the Municipal Research Services Center (MRSC) will increase salaries for these staff at the start of the biennium. The 1.6 percent increase for legal staff is in addition to increases provided to all staff in the following item. (County Research Services Account-State, City and Town Research Services Account-State)
  
2. **Compensation Revisions** - MRSC will provide all staff with a 3 percent salary increase. (County Research Services Account-State, City and Town Research Services Account-State)
  
3. **Special Districts** - Funds are provided for research and assistance to ports and special purpose districts.

## Office of Minority & Women's Business Enterprises

(Dollars in Thousands)

|  | NGF-S    | Other        | Total        |
|--|----------|--------------|--------------|
| <b>2005-07 Expenditure Authority</b>   | <b>0</b> | <b>3,196</b> | <b>3,196</b> |
| <b>2007-09 Maintenance Level</b>       | <b>0</b> | <b>3,297</b> | <b>3,297</b> |
| <b>Policy Changes - Non-Comp</b>       |          |              |              |
| 1. Linked Deposit Program              | 0        | 19           | 19           |
| <b>Policy -- Non-Comp Total</b>        | <b>0</b> | <b>19</b>    | <b>19</b>    |
| <b>Policy Changes - Comp</b>           |          |              |              |
| 2. Revise Pension Gain-Sharing         | 0        | -4           | -4           |
| 3. Nonrepresented Staff Health Benefit | 0        | 7            | 7            |
| 4. Nonrepresented Salary Increase      | 0        | 41           | 41           |
| 5. Retain FY 2007 Pay Increase (1.6%)  | 0        | 18           | 18           |
| 6. WFSE Collective Bargaining          | 0        | 272          | 272          |
| <b>Policy -- Comp Total</b>            | <b>0</b> | <b>334</b>   | <b>334</b>   |
| <b>Total 2007-09 Biennium</b>          | <b>0</b> | <b>3,650</b> | <b>3,650</b> |
| Fiscal Year 2008 Total                 | 0        | 1,796        | 1,796        |
| Fiscal Year 2009 Total                 | 0        | 1,854        | 1,854        |

**Comments:**

1. **Linked Deposit Program** - Funding is provided to implement Chapter 500, Laws of 2007 (ESHB 1512), which directs the Office of Minority and Women's Business Enterprises to administer the linked deposit program, which links the deposit of state funds by the State Treasurer to loans made by banks to minority and women-owned businesses.
2. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
3. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
4. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
5. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)
6. **WFSE Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the Washington Federation of State

Employees (WFSE). More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

## Department of General Administration

(Dollars in Thousands)

|  | NGF-S        | Other          | Total          |
|--|--------------|----------------|----------------|
| <b>2005-07 Expenditure Authority</b>   | <b>681</b>   | <b>133,001</b> | <b>133,682</b> |
| <b>2007-09 Maintenance Level</b>       | <b>937</b>   | <b>155,739</b> | <b>156,676</b> |
| <b>Policy Changes - Non-Comp</b>       |              |                |                |
| 1. Tacoma Rhodes Lease                 | 2            | 0              | 2              |
| 2. Real Estate Planning Resources      | 0            | 273            | 273            |
| 3. Temp Emergency Food Assistance      | 200          | 0              | 200            |
| 4. Facilities Critical Support         | 0            | 1,485          | 1,485          |
| <b>Policy -- Non-Comp Total</b>        | <b>202</b>   | <b>1,758</b>   | <b>1,960</b>   |
| <b>Policy Changes - Comp</b>           |              |                |                |
| 5. Revise Pension Gain-Sharing         | -1           | -108           | -109           |
| 6. Nonrepresented Staff Health Benefit | 2            | 269            | 271            |
| 7. Nonrepresented Salary Increase      | 11           | 1,434          | 1,445          |
| 8. Nonrepresented Salary Survey        | 0            | 750            | 750            |
| 9. Nonrepresented Class Consolidation  | 0            | 90             | 90             |
| 10. Nonrepresented Additional Step     | 2            | 522            | 524            |
| 11. Nonrepresented Shift Differential  | 0            | 4              | 4              |
| 12. Retain FY 2007 Pay Increase (1.6%) | 4            | 602            | 606            |
| 13. WFSE Collective Bargaining         | 0            | 2,539          | 2,539          |
| <b>Policy -- Comp Total</b>            | <b>18</b>    | <b>6,102</b>   | <b>6,120</b>   |
| <b>Total 2007-09 Biennium</b>          | <b>1,157</b> | <b>163,599</b> | <b>164,756</b> |
| Fiscal Year 2008 Total                 | 577          | 81,264         | 81,841         |
| Fiscal Year 2009 Total                 | 580          | 82,335         | 82,915         |

**Comments:**

1. **Tacoma Rhodes Lease** - The Department of General Administration will increase lease rates for state agencies in the Tacoma Rhodes Center effective July 1, 2007. The new rates will mitigate an operating deficit associated with the state-owned building. Funding is provided for the lease increase.
2. **Real Estate Planning Resources** - Additional staff is added to help customer agencies plan for their space needs, which will result in increased oversight and management of state-owned and state-leased facilities. (General Administration Services Account-State, General Administration Services Account-Non-Appropriated)
3. **Temp Emergency Food Assistance** - Funding is provided for the Temporary Emergency Food Assistance Program.
4. **Facilities Critical Support** - Funding is provided to address maintenance needs related to Capitol Campus buildings, grounds, and parks. It provides mechanical support for the Legislative Building, Office Building 2, and the Highways-Licenses Building; one staff position for Heritage Park grounds maintenance; scheduled window washing for campus facilities; and an increase in custodians and supplies to fully implement "green" cleaning standards. (General Administration Services Account-State)
5. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
6. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
7. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
8. **Nonrepresented Salary Survey** - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
9. **Nonrepresented Class Consolidation** - Funding is provided for nonrepresented state employees' increases in specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

## Department of General Administration

10. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
11. **Nonrepresented Shift Differential** - Funding is provided for an increase of \$0.10 an hour in FY 2008 and an additional \$0.05 an hour in FY 2009, applicable only to those state employees not covered by a bargaining unit and working in eligible shifts.
12. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)
13. **WFSE Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the Washington Federation of State Employees (WFSE). More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

## Department of Information Services

(Dollars in Thousands)

|   | NGF-S         | Other          | Total          |
|---|---------------|----------------|----------------|
| <b>2005-07 Expenditure Authority</b>    | <b>2,184</b>  | <b>209,986</b> | <b>212,170</b> |
| <b>2007-09 Maintenance Level</b>        | <b>3,097</b>  | <b>239,714</b> | <b>242,811</b> |
| <b>Policy Changes - Non-Comp</b>        |               |                |                |
| 1. Medical Records Technology Gap       | 1,350         | 0              | 1,350          |
| 2. Critical Patient Info Initiative     | 2,000         | 0              | 2,000          |
| 3. Digital Learning Commons             | 1,250         | 0              | 1,250          |
| 4. Enterprise e-Mail Archive Service    | 0             | 1,868          | 1,868          |
| 5. Eastern State Hospital IHIS          | 2,340         | 0              | 2,340          |
| 6. Project Management                   | 0             | 2,729          | 2,729          |
| 7. Small Agency Technology Pool         | 500           | 0              | 500            |
| 8. Enterprise System Integration        | 0             | 2,212          | 2,212          |
| <b>Policy -- Non-Comp Total</b>         | <b>7,440</b>  | <b>6,809</b>   | <b>14,249</b>  |
| <b>Policy Changes - Comp</b>            |               |                |                |
| 9. Revise Pension Gain-Sharing          | -1            | -103           | -104           |
| 10. Nonrepresented Staff Health Benefit | 2             | 97             | 99             |
| 11. Nonrepresented Salary Increase      | 14            | 701            | 715            |
| 12. Nonrepresented Salary Survey        | 0             | 511            | 511            |
| 13. Nonrepresented Class Consolidation  | 0             | 6              | 6              |
| 14. Nonrepresented Additional Step      | 0             | 141            | 141            |
| 15. Nonrepresented Shift Differential   | 0             | 2              | 2              |
| 16. Retain FY 2007 Pay Increase (1.6%)  | 6             | 295            | 301            |
| 17. WFSE Collective Bargaining          | 32            | 6,839          | 6,871          |
| <b>Policy -- Comp Total</b>             | <b>53</b>     | <b>8,489</b>   | <b>8,542</b>   |
| <b>Total 2007-09 Biennium</b>           | <b>10,590</b> | <b>255,012</b> | <b>265,602</b> |
| Fiscal Year 2008 Total                  | 6,797         | 127,954        | 134,751        |
| Fiscal Year 2009 Total                  | 3,793         | 127,058        | 130,851        |

**Comments:**

1. **Medical Records Technology Gap** - Funding is provided to evaluate the information technology infrastructure capacity of institutions operated by the Department of Social and Health Services, Department of Veterans' Affairs, and Department of Corrections. The evaluation will detail the status of the participating institution's infrastructure and recommend an improvement strategy that includes consideration of the use of electronic medical records.
2. **Critical Patient Info Initiative** - Funding is provided on a one-time basis for a pilot project to develop an emergency medical response health management record system for emergency medical personnel in King, Snohomish, Thurston, and Whatcom counties. (Health Services Account-State)
3. **Digital Learning Commons** - Support is provided to the Digital Learning Commons to improve access to educational opportunities and learning resources for all students and teachers in Washington State through online educational courses and technology tools.
4. **Enterprise e-Mail Archive Service** - An enterprise e-mail archive service is established for the long-term management of information contained in Microsoft Exchange e-mail messages and calendars. Currently, retrieving information is done manually by either an e-mail administrator or by the mailbox owners themselves. Archiving will reduce the time spent on requests for information, help agencies comply with record retention schedules, and allow e-mail systems to be restored in the case of a database failure. (Data Processing Account-Non-Appropriated)
5. **Eastern State Hospital IHIS** - Funding is provided on a one-time basis to connect Eastern State Hospital (ESH) to the Integrated Hospital Information System (IHIS). The IHIS is intended to improve coordination between ESH and community clinics and to provide remote access to specialist services and training programs. Prior to any purchase of goods or services, a feasibility plan must be approved by the Information Services Board. (General Fund-State)
6. **Project Management** - Funding is provided for the Department to establish a centralized information technology (IT) project management office. Centralized project managers will be assigned to significant and high-risk IT projects so that experience gained by staff will be retained by state government and applied to additional projects. Additionally, the implementation of a statewide portfolio and project management application will be developed so that IT strategies, standards, investments, systems, and projects can be

## Department of Information Services

- implemented as a state enterprise. (Data Processing Revolving Account-State)
7. **Small Agency Technology Pool** - This funding will enable small state agencies to continue receiving allocations from the technology pool. By connecting small agencies to the state government network, shared state services will be made available to them through a secure and reliable system. Support will also be provided to small agencies for enterprise services such as e-mail, active directory, security, and Internet sites.
  8. **Enterprise System Integration** - Funding is provided for the integration of information technology systems within state government. Several agencies will use this new enterprise service to meet their data integration business needs. Shared technology infrastructure will allow systems to interact according to the state's guidelines for systems integration. Technical consulting will be provided to state agencies to promote and develop the use of shared infrastructure for projects that require system integration. (Data Processing Revolving Account-Non-Appropriated)
  9. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  10. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  11. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  12. **Nonrepresented Salary Survey** - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  13. **Nonrepresented Class Consolidation** - Funding is provided for nonrepresented state employees' increases in specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  14. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  15. **Nonrepresented Shift Differential** - Funding is provided for an increase of \$0.10 an hour in FY 2008 and an additional \$0.05 an hour in FY 2009, applicable only to those state employees not covered by a bargaining unit and working in eligible shifts.
  16. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)
  17. **WFSE Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the Washington Federation of State Employees (WFSE). More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

**Office of the Insurance Commissioner**

(Dollars in Thousands)

|  | NGF-S    | Other         | Total         |
|--|----------|---------------|---------------|
| <b>2005-07 Expenditure Authority</b>   | <b>0</b> | <b>43,100</b> | <b>43,100</b> |
| <b>2007-09 Maintenance Level</b>       | <b>0</b> | <b>43,153</b> | <b>43,153</b> |
| <b>Policy Changes - Non-Comp</b>       |          |               |               |
| 1. Market Conduct Oversight Program    | 0        | 464           | 464           |
| 2. Reviewing More Benefit Contracts    | 0        | 183           | 183           |
| 3. Health Care Cost Study              | 0        | 71            | 71            |
| <b>Policy -- Non-Comp Total</b>        | <b>0</b> | <b>718</b>    | <b>718</b>    |
| <b>Policy Changes - Comp</b>           |          |               |               |
| 4. Revise Pension Gain-Sharing         | 0        | -51           | -51           |
| 5. Nonrepresented Staff Health Benefit | 0        | 41            | 41            |
| 6. Nonrepresented Salary Increase      | 0        | 325           | 325           |
| 7. Nonrepresented Salary Survey        | 0        | 21            | 21            |
| 8. Nonrepresented Class Consolidation  | 0        | 2             | 2             |
| 9. Nonrepresented Additional Step      | 0        | 14            | 14            |
| 10. Retain FY 2007 Pay Increase (1.6%) | 0        | 137           | 137           |
| 11. WFSE Collective Bargaining         | 0        | 2,554         | 2,554         |
| <b>Policy -- Comp Total</b>            | <b>0</b> | <b>3,043</b>  | <b>3,043</b>  |
| <b>Total 2007-09 Biennium</b>          | <b>0</b> | <b>46,914</b> | <b>46,914</b> |
| Fiscal Year 2008 Total                 | 0        | 22,327        | 22,327        |
| Fiscal Year 2009 Total                 | 0        | 24,587        | 24,587        |

**Comments:**

1. **Market Conduct Oversight Program** - The 2006 Supplemental Budget authorized the Office of the Insurance Commissioner (OIC) to begin implementation of the Market Conduct Oversight Program, which regulates insurance products sold in the state. Increased appropriation authority is provided to fully implement the program. (Insurance Commissioner's Regulatory Account-State)
2. **Reviewing More Benefit Contracts** - All health care benefit contracts sold in the state must be filed with, and accepted or approved by, OIC. In anticipation of further increases in contract filings and the introduction of additional insurance products, OIC will hire an additional staff person to address the workload increase. (Insurance Commissioner's Regulatory Account-State)
3. **Health Care Cost Study** - Funding is provided for the health care administrative cost study required by Chapter 259, Laws of 2007, Partial Veto (E2SSB 5930).
4. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
5. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
6. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
7. **Nonrepresented Salary Survey** - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
8. **Nonrepresented Class Consolidation** - Funding is provided for nonrepresented state employees' increases in specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
9. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

## Office of the Insurance Commissioner

10. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)
11. **WFSE Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the Washington Federation of State Employees (WFSE). More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

**State Board of Accountancy**

(Dollars in Thousands)

|  | NGF-S    | Other        | Total        |
|--|----------|--------------|--------------|
| <b>2005-07 Expenditure Authority</b>   | <b>0</b> | <b>2,236</b> | <b>2,236</b> |
| <b>2007-09 Maintenance Level</b>       | <b>0</b> | <b>2,332</b> | <b>2,332</b> |
| <b>Policy Changes - Non-Comp</b>       |          |              |              |
| 1. Increasing Investigative Resources  | 0        | 185          | 185          |
| <b>Policy -- Non-Comp Total</b>        | <b>0</b> | <b>185</b>   | <b>185</b>   |
| <b>Policy Changes - Comp</b>           |          |              |              |
| 2. Revise Pension Gain-Sharing         | 0        | -2           | -2           |
| 3. Nonrepresented Staff Health Benefit | 0        | 9            | 9            |
| 4. Nonrepresented Salary Increase      | 0        | 46           | 46           |
| 5. Nonrepresented Additional Step      | 0        | 6            | 6            |
| 6. Retain FY 2007 Pay Increase (1.6%)  | 0        | 20           | 20           |
| <b>Policy -- Comp Total</b>            | <b>0</b> | <b>79</b>    | <b>79</b>    |
| <b>Total 2007-09 Biennium</b>          | <b>0</b> | <b>2,596</b> | <b>2,596</b> |
| Fiscal Year 2008 Total                 | 0        | 1,329        | 1,329        |
| Fiscal Year 2009 Total                 | 0        | 1,267        | 1,267        |

**Comments:**

- 1. **Increasing Investigative Resources** - The budget provides funding for the board to hire an additional field investigator. This doubles the number of field investigators serving the board, will address their investigation backlog, and allows for enhanced inspections of accountants violating professional standards. (Certified Public Accountants Account-State)
- 2. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 3. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 4. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 5. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
- 6. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)

## Forensic Investigations Council

(Dollars in Thousands)

|                                      | NGF-S    | Other      | Total      |
|--------------------------------------|----------|------------|------------|
| <b>2005-07 Expenditure Authority</b> | <b>0</b> | <b>283</b> | <b>283</b> |
| <b>2007-09 Maintenance Level</b>     | <b>0</b> | <b>276</b> | <b>276</b> |
| <hr/>                                |          |            |            |
| <b>Total 2007-09 Biennium</b>        | <b>0</b> | <b>276</b> | <b>276</b> |
| Fiscal Year 2008 Total               | 0        | 138        | 138        |
| Fiscal Year 2009 Total               | 0        | 138        | 138        |

**Comments:**

There were no policy level changes.

## Washington Horse Racing Commission

(Dollars in Thousands)

|  | NGF-S    | Other        | Total        |
|--|----------|--------------|--------------|
| <b>2005-07 Expenditure Authority</b>   | <b>0</b> | <b>8,627</b> | <b>8,627</b> |
| <b>2007-09 Maintenance Level</b>       | <b>0</b> | <b>8,965</b> | <b>8,965</b> |
| <b>Policy Changes - Comp</b>           |          |              |              |
| 1. Revise Pension Gain-Sharing         | 0        | -4           | -4           |
| 2. Nonrepresented Staff Health Benefit | 0        | 6            | 6            |
| 3. Nonrepresented Salary Increase      | 0        | 29           | 29           |
| 4. Retain FY 2007 Pay Increase (1.6%)  | 0        | 12           | 12           |
| 5. WFSE Collective Bargaining          | 0        | 91           | 91           |
| <b>Policy -- Comp Total</b>            | <b>0</b> | <b>134</b>   | <b>134</b>   |
| <b>Total 2007-09 Biennium</b>          | <b>0</b> | <b>9,099</b> | <b>9,099</b> |
| Fiscal Year 2008 Total                 | 0        | 4,510        | 4,510        |
| Fiscal Year 2009 Total                 | 0        | 4,589        | 4,589        |

**Comments:**

1. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
2. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
3. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
4. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)
5. **WFSE Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the Washington Federation of State Employees (WFSE). More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

## Washington State Liquor Control Board

(Dollars in Thousands)

|   | NGF-S        | Other          | Total          |
|---|--------------|----------------|----------------|
| <b>2005-07 Expenditure Authority</b>    | <b>3,466</b> | <b>196,022</b> | <b>199,488</b> |
| 2007 Supplemental *                     | 3            | 209            | 212            |
| <b>Total 2005-07 Biennium</b>           | <b>3,469</b> | <b>196,231</b> | <b>199,700</b> |
| <b>2007-09 Maintenance Level</b>        | <b>3,442</b> | <b>196,351</b> | <b>199,793</b> |
| <b>Policy Changes - Non-Comp</b>        |              |                |                |
| 1. Vehicle Replacement Program          | 0            | 1,502          | 1,502          |
| 2. Retail Division Enhancement          | 0            | 1,253          | 1,253          |
| 3. Replace Trucks & Forklifts           | 0            | 884            | 884            |
| 4. Replace Store Equipment              | 0            | 884            | 884            |
| 5. Liquor Store Risk Management         | 0            | 2,902          | 2,902          |
| 6. Retail Business Operations           | 0            | 11,262         | 11,262         |
| 7. Distribution Center Support Staff    | 0            | 275            | 275            |
| 8. Liquor Enforcement Training Academy  | 0            | 432            | 432            |
| 9. Acquire New Headquarters Space       | 0            | 788            | 788            |
| 10. Sunday Sales                        | 0            | 2,070          | 2,070          |
| 11. Microbreweries                      | 0            | 91             | 91             |
| <b>Policy -- Non-Comp Total</b>         | <b>0</b>     | <b>22,343</b>  | <b>22,343</b>  |
| <b>Policy Changes - Comp</b>            |              |                |                |
| 12. Revise Pension Gain-Sharing         | -2           | -151           | -153           |
| 13. Nonrepresented Staff Health Benefit | 1            | 107            | 108            |
| 14. Nonrepresented Salary Increase      | 6            | 601            | 607            |
| 15. Nonrepresented Salary Survey        | 0            | 194            | 194            |
| 16. Nonrepresented Class Consolidation  | 0            | 24             | 24             |
| 17. Nonrepresented Additional Step      | 0            | 162            | 162            |
| 18. Retain FY 2007 Pay Increase (1.6%)  | 2            | 253            | 255            |
| 19. WPEA Collective Bargaining          | 414          | 4,814          | 5,228          |
| 20. UFCW Collective Bargaining          | 0            | 3,004          | 3,004          |
| <b>Policy -- Comp Total</b>             | <b>421</b>   | <b>9,008</b>   | <b>9,429</b>   |
| <b>Total 2007-09 Biennium</b>           | <b>3,863</b> | <b>227,702</b> | <b>231,565</b> |
| Fiscal Year 2008 Total                  | 1,910        | 113,122        | 115,032        |
| Fiscal Year 2009 Total                  | 1,953        | 114,580        | 116,533        |

**Comments:**

- |   |   |
|---|---|
| <p>1. <b>Vehicle Replacement Program</b> - Funding is provided to replace the Liquor Control Board's (LCB) enforcement vehicle fleet with vehicles on a contract with the Department of General Administration. (Liquor Revolving Account-State)</p> <p>2. <b>Retail Division Enhancement</b> - Funding is provided for the implementation of the audit watch program and the ongoing maintenance of the retail divisions Point of Sale System. Three positions are needed during the 2007-09 biennium only, and three permanent staff are needed to support ongoing daily operations. (Liquor Revolving Account-State)</p> <p>3. <b>Replace Trucks &amp; Forklifts</b> - Funding is provided for the Distribution Center to purchase two forklifts and lease ten turret trucks. The truck leases will include maintenance and be renewed every three years. (Liquor Revolving Account-State)</p> <p>4. <b>Replace Store Equipment</b> - Funding is provided to replace coolers in 150 liquor stores and purchase other store fixtures.</p> | <p>Only fixtures for relocated stores will be an ongoing expense. (Liquor Revolving Account-State)</p> <p>5. <b>Liquor Store Risk Management</b> - Funding is provided for armored car services, increased store security, and additional video surveillance for state liquor stores. Armored car services for all 161 state liquor stores and an increase in off-duty police or private security officers are ongoing costs. Installment of front store safes and cameras are one-time costs. (Liquor Revolving Account-State)</p> <p>6. <b>Retail Business Operations</b> - Funding is provided to improve the efficiency and effectiveness of the retail business operations. Additional store hours, support staff for store operations, and employee training will help the agency continue a major, strategic upgrade begun in the current biennium. Staffing hours will be added in all 161 stores. (Liquor Revolving Account-State)</p> |
|---|---|

## Washington State Liquor Control Board

7. **Distribution Center Support Staff** - Funding is provided for three additional FTEs to help keep up with the Distribution Center's increased workload. (Liquor Revolving Account-State)
8. **Liquor Enforcement Training Academy** - Funding is provided for a new LCB officer training program to be created at the Criminal Justice Training Commission (CJTC) Basic Law Enforcement Academy. Graduates of this program would be certified by CJTC as LCB officers. (Liquor Revolving Account-State)
9. **Acquire New Headquarters Space** - The headquarters occupy 56,400 square feet of a 80,000 plus square feet facility in Olympia. Funding will also allow LCB to take over an additional 9,000 square feet to provide adequate space for existing staff and anticipated growth for business operations. (Liquor Revolving Account-State)
10. **Sunday Sales** - Funding is provided to open 29 additional state liquor stores on Sundays. This will provide an additional \$3.9 million to the general fund. (Liquor Revolving Account-State)
11. **Microbreweries** - Funding is provided for the implementation of Chapter 370, Laws of 2007 (E2SSB 5859 - Retail Liquor Licenses), which changes many laws in regard to liquor licensing including adding a hotel license and allowing for microbreweries to have a second location.
12. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
13. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
14. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
15. **Nonrepresented Salary Survey** - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
16. **Nonrepresented Class Consolidation** - Funding is provided for nonrepresented state employees' increases in specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
17. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
18. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)
19. **WPEA Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the Washington Public Employees' Association (WPEA). More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
20. **UFCW Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the United Food and Commercial Workers (UFCW). More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

\* Please see the 2007 Supplemental Operating Budget Section for additional information.

## Board for Volunteer Firefighters

(Dollars in Thousands)

|  | NGF-S    | Other        | Total        |
|--|----------|--------------|--------------|
| <b>2005-07 Expenditure Authority</b>   | <b>0</b> | <b>980</b>   | <b>980</b>   |
| <b>2007-09 Maintenance Level</b>       | <b>0</b> | <b>1,008</b> | <b>1,008</b> |
| <b>Policy Changes - Non-Comp</b>       |          |              |              |
| 1. Secured Data Backups                | 0        | 4            | 4            |
| 2. Additional Board Members            | 0        | 9            | 9            |
| <b>Policy -- Non-Comp Total</b>        | <b>0</b> | <b>13</b>    | <b>13</b>    |
| <b>Policy Changes - Comp</b>           |          |              |              |
| 3. Revise Pension Gain-Sharing         | 0        | -1           | -1           |
| 4. Nonrepresented Staff Health Benefit | 0        | 3            | 3            |
| 5. Nonrepresented Salary Increase      | 0        | 17           | 17           |
| 6. Nonrepresented Salary Survey        | 0        | 2            | 2            |
| 7. Nonrepresented Additional Step      | 0        | 2            | 2            |
| 8. Retain FY 2007 Pay Increase (1.6%)  | 0        | 7            | 7            |
| <b>Policy -- Comp Total</b>            | <b>0</b> | <b>30</b>    | <b>30</b>    |
| <b>Total 2007-09 Biennium</b>          | <b>0</b> | <b>1,051</b> | <b>1,051</b> |
| Fiscal Year 2008 Total                 | 0        | 515          | 515          |
| Fiscal Year 2009 Total                 | 0        | 536          | 536          |

**Comments:**

- |  |   |
|--|---|
| <p>1. <b>Secured Data Backups</b> - Funding is provided for the Department of Information Services to make daily secured backups of the agency's critical and confidential data. (Volunteer Firefighters' and Reserve Officers' Administrative Account-State)</p> <p>2. <b>Additional Board Members</b> - Funding is provided for administrative and support costs associated with implementing Chapter 56, Laws of 2007 (HB 1475). (Volunteer Firefighters' and Reserve Officers' Administrative Account-State)</p> <p>3. <b>Revise Pension Gain-Sharing</b> - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>4. <b>Nonrepresented Staff Health Benefit</b> - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>5. <b>Nonrepresented Salary Increase</b> - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>6. <b>Nonrepresented Salary Survey</b> - Funding is provided for state employees who lag most severely behind market rates in</p> | <p>the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>7. <b>Nonrepresented Additional Step</b> - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>8. <b>Retain FY 2007 Pay Increase (1.6%)</b> - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)</p> |
|--|---|

## Utilities and Transportation Commission

(Dollars in Thousands)

|  | NGF-S      | Other         | Total         |
|--|------------|---------------|---------------|
| <b>2005-07 Expenditure Authority</b>   | <b>0</b>   | <b>33,140</b> | <b>33,140</b> |
| <b>2007-09 Maintenance Level</b>       | <b>0</b>   | <b>34,067</b> | <b>34,067</b> |
| <b>Policy Changes - Non-Comp</b>       |            |               |               |
| 1. Broadband Technology Study          | 160        | 0             | 160           |
| 2. Climate Change Rulemaking           | 0          | 247           | 247           |
| <b>Policy -- Non-Comp Total</b>        | <b>160</b> | <b>247</b>    | <b>407</b>    |
| <b>Policy Changes - Comp</b>           |            |               |               |
| 3. Revise Pension Gain-Sharing         | 0          | -36           | -36           |
| 4. Nonrepresented Staff Health Benefit | 0          | 47            | 47            |
| 5. Nonrepresented Salary Increase      | 0          | 357           | 357           |
| 6. Nonrepresented Salary Survey        | 0          | 20            | 20            |
| 7. Nonrepresented Class Consolidation  | 0          | 10            | 10            |
| 8. Nonrepresented Additional Step      | 0          | 22            | 22            |
| 9. Retain FY 2007 Pay Increase (1.6%)  | 0          | 151           | 151           |
| 10. WFSE Collective Bargaining         | 0          | 1,248         | 1,248         |
| <b>Policy -- Comp Total</b>            | <b>0</b>   | <b>1,819</b>  | <b>1,819</b>  |
| <b>Total 2007-09 Biennium</b>          | <b>160</b> | <b>36,133</b> | <b>36,293</b> |
| Fiscal Year 2008 Total                 | 160        | 18,089        | 18,249        |
| Fiscal Year 2009 Total                 | 0          | 18,044        | 18,044        |

**Comments:**

- |   |   |
|---|---|
| <p>1. <b>Broadband Technology Study</b> - Funding is provided for a survey to identify factors preventing the widespread availability and use of broadband technologies. The Commission will report its findings to the appropriate House and Senate committees by December 31, 2007.</p> <p>2. <b>Climate Change Rulemaking</b> - Funding is provided to implement Chapter 307, Laws of 2007, Partial Veto (ESSB 6001 - Climate Change). The Commission is required to adopt rules to govern enforcement of the greenhouse gas emissions standards as they apply to investor-owned utilities.</p> <p>3. <b>Revise Pension Gain-Sharing</b> - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>4. <b>Nonrepresented Staff Health Benefit</b> - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>5. <b>Nonrepresented Salary Increase</b> - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> | <p>6. <b>Nonrepresented Salary Survey</b> - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>7. <b>Nonrepresented Class Consolidation</b> - Funding is provided for nonrepresented state employees' increases in specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>8. <b>Nonrepresented Additional Step</b> - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>9. <b>Retain FY 2007 Pay Increase (1.6%)</b> - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)</p> <p>10. <b>WFSE Collective Bargaining</b> - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the Washington Federation of State Employees (WFSE). More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> |
|---|---|

## **Utilities and Transportation Commission**

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.

**Military Department**

(Dollars in Thousands)

|   | NGF-S         | Other          | Total          |
|---|---------------|----------------|----------------|
| <b>2005-07 Expenditure Authority</b>    | <b>25,218</b> | <b>291,396</b> | <b>316,614</b> |
| 2007 Supplemental *                     | 1,212         | -11,562        | -10,350        |
| <b>Total 2005-07 Biennium</b>           | <b>26,430</b> | <b>279,834</b> | <b>306,264</b> |
| <b>2007-09 Maintenance Level</b>        | <b>19,205</b> | <b>74,191</b>  | <b>93,396</b>  |
| <b>Policy Changes - Non-Comp</b>        |               |                |                |
| 1. Disaster and Security Planning       | 152           | 0              | 152            |
| 2. Shared Leave Program                 | 150           | 0              | 150            |
| 3. Enhanced 911 Account Authority       | 0             | 10,000         | 10,000         |
| 4. Washington Youth Academy             | 536           | 1,933          | 2,469          |
| 5. Homeland Security Grants             | 0             | 61,000         | 61,000         |
| 6. Disaster Recovery Projects           | 0             | 70,308         | 70,308         |
| 7. Pre-Disaster Mitigation Grants       | 0             | 1,609          | 1,609          |
| 8. WIN 211                              | 2,000         | 0              | 2,000          |
| 9. Olympia EMD Lease Savings            | 0             | -288           | -288           |
| <b>Policy -- Non-Comp Total</b>         | <b>2,838</b>  | <b>144,562</b> | <b>147,400</b> |
| <b>Policy Changes - Comp</b>            |               |                |                |
| 10. Revise Pension Gain-Sharing         | -24           | -29            | -53            |
| 11. Nonrepresented Staff Health Benefit | 45            | 39             | 84             |
| 12. Nonrepresented Salary Increase      | 274           | 197            | 471            |
| 13. Nonrepresented Salary Survey        | 102           | 149            | 251            |
| 14. Nonrepresented Class Consolidation  | 54            | 48             | 102            |
| 15. Nonrepresented Additional Step      | 74            | 74             | 148            |
| 16. Retain FY 2007 Pay Increase (1.6%)  | 115           | 83             | 198            |
| 17. WFSE Collective Bargaining          | 352           | 422            | 774            |
| 18. WPEA Collective Bargaining          | 216           | 936            | 1,152          |
| <b>Policy -- Comp Total</b>             | <b>1,208</b>  | <b>1,919</b>   | <b>3,127</b>   |
| <b>Total 2007-09 Biennium</b>           | <b>23,251</b> | <b>220,672</b> | <b>243,923</b> |
| Fiscal Year 2008 Total                  | 11,439        | 104,015        | 115,454        |
| Fiscal Year 2009 Total                  | 11,812        | 116,657        | 128,469        |

**Comments:**

- Disaster and Security Planning** - One-time funding is provided for Joint Forces and State Guard Exercises.
- Shared Leave Program** - The Human Resources Management System will be used to manage a shared leave program that will benefit members of the National Guard and Reservists who are on active duty. These funds will be used to pay the Department of Personnel to make the necessary programming changes.
- Enhanced 911 Account Authority** - Additional expenditure authority is provided to reflect a large fund balance. (Enhanced 911 Account-State)
- Washington Youth Academy** - Funding is provided for program development, start-up, and operating costs of the Washington Youth Academy, part of the Washington Learns initiative, which will target at-risk youth. (General Fund-State, General Fund-Federal)
- Homeland Security Grants** - Spending authority is provided for FY 2006 Homeland Security Grant Program funds which were not spent in the 2005-07 biennium (\$21.0 million) and for the anticipated \$40.0 million FY 2007 Homeland Security Grant and Buffer Zone Protection Program expected to be awarded in the summer of 2007. (General Fund-Federal)
- Disaster Recovery Projects** - Funding is provided for repairs needed as a result of Presidentially-declared disasters in Washington State. These disasters are: October 2003 floods; January-February 2006 winter storms; 2001 Nisqually Earthquake; November 2006 floods; and the Hanukkah eve windstorm (December 2006). Funding is also necessary to complete the projects under the Public Assistance Program and the Hazard Mitigation Grant Program. (Disaster Response Account-State, Disaster Response Account-Federal, Nisqually Earthquake Account-State, Nisqually Earthquake Account-Federal).
- Pre-Disaster Mitigation Grants** - Authority is provided for federal pre-disaster mitigation funds expected to be awarded through the Department to Thurston County for a bank stabilization and bridge replacement project along Independence Road and to Anacortes for seismic retrofitting of

## Military Department

the city municipal building. The non-federal match for these awards will be provided by the local jurisdictions. (General Fund-Federal)

8. **WIN 211** - Funding is provided to expand the Washington Information Network (WIN) 211 coverage statewide.
9. **Olympia EMD Lease Savings** - Savings are taken to reflect a move of Emergency Management Division (EMD) staff from Olympia to Camp Murray. The lease savings are \$12,000 per month.
10. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
11. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
12. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
13. **Nonrepresented Salary Survey** - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
14. **Nonrepresented Class Consolidation** - Funding is provided for nonrepresented state employees' increases in specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
15. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
16. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)
17. **WFSE Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the Washington Federation of State

Employees (WFSE). More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

18. **WPEA Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the Washington Public Employees' Association (WPEA). More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

\* Please see the 2007 Supplemental Operating Budget Section for additional information.

## Public Employment Relations Commission

(Dollars in Thousands)

|  | NGF-S        | Other        | Total        |
|--|--------------|--------------|--------------|
| <b>2005-07 Expenditure Authority</b>   | <b>5,714</b> | <b>2,953</b> | <b>8,667</b> |
| <b>2007-09 Maintenance Level</b>       | <b>5,898</b> | <b>3,081</b> | <b>8,979</b> |
| <b>Policy Changes - Non-Comp</b>       |              |              |              |
| 1. Higher Education Exempt Employees   | 219          | 0            | 219          |
| <b>Policy -- Non-Comp Total</b>        | <b>219</b>   | <b>0</b>     | <b>219</b>   |
| <b>Policy Changes - Comp</b>           |              |              |              |
| 2. Revise Pension Gain-Sharing         | -7           | -4           | -11          |
| 3. Nonrepresented Staff Health Benefit | 24           | 12           | 36           |
| 4. Nonrepresented Salary Increase      | 153          | 76           | 229          |
| 5. Nonrepresented Salary Survey        | 180          | 86           | 266          |
| 6. Nonrepresented Class Consolidation  | 2            | 0            | 2            |
| 7. Nonrepresented Additional Step      | 66           | 32           | 98           |
| 8. Retain FY 2007 Pay Increase (1.6%)  | 64           | 32           | 96           |
| <b>Policy -- Comp Total</b>            | <b>482</b>   | <b>234</b>   | <b>716</b>   |
| <b>Total 2007-09 Biennium</b>          | <b>6,599</b> | <b>3,315</b> | <b>9,914</b> |
| Fiscal Year 2008 Total                 | 3,246        | 1,631        | 4,877        |
| Fiscal Year 2009 Total                 | 3,353        | 1,684        | 5,037        |

**Comments:**

- |   |   |
|---|---|
| <p>1. <b>Higher Education Exempt Employees</b> - Funding is provided solely for the additional dispute resolution costs related to expanded employee eligibility for collective bargaining, pursuant to Chapter 136, Laws of 2007 (SHB 2361).</p> <p>2. <b>Revise Pension Gain-Sharing</b> - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>3. <b>Nonrepresented Staff Health Benefit</b> - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>4. <b>Nonrepresented Salary Increase</b> - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>5. <b>Nonrepresented Salary Survey</b> - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>6. <b>Nonrepresented Class Consolidation</b> - Funding is provided for nonrepresented state employees' increases in specific job</p> | <p>classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>7. <b>Nonrepresented Additional Step</b> - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>8. <b>Retain FY 2007 Pay Increase (1.6%)</b> - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)</p> |
|---|---|

## Department of Archaeology & Historic Preservation

(Dollars in Thousands)

|  | NGF-S        | Other        | Total        |
|--|--------------|--------------|--------------|
| <b>2005-07 Expenditure Authority</b>   | <b>1,476</b> | <b>1,051</b> | <b>2,527</b> |
| 2007 Supplemental *                    | 117          | 0            | 117          |
| <b>Total 2005-07 Biennium</b>          | <b>1,593</b> | <b>1,051</b> | <b>2,644</b> |
| <b>2007-09 Maintenance Level</b>       | <b>1,535</b> | <b>1,607</b> | <b>3,142</b> |
| <b>Policy Changes - Non-Comp</b>       |              |              |              |
| 1. Meeting Archaeology Demand          | 188          | 0            | 188          |
| 2. Heritage Barn Preservation          | 60           | 0            | 60           |
| 3. History Link Grant                  | 200          | 0            | 200          |
| 4. Grave & Cemetery Protection         | 50           | 0            | 50           |
| <b>Policy -- Non-Comp Total</b>        | <b>498</b>   | <b>0</b>     | <b>498</b>   |
| <b>Policy Changes - Comp</b>           |              |              |              |
| 5. Revise Pension Gain-Sharing         | -3           | -2           | -5           |
| 6. Nonrepresented Staff Health Benefit | 9            | 4            | 13           |
| 7. Nonrepresented Salary Increase      | 43           | 26           | 69           |
| 8. Nonrepresented Salary Survey        | 10           | 0            | 10           |
| 9. Nonrepresented Additional Step      | 10           | 18           | 28           |
| 10. Retain FY 2007 Pay Increase (1.6%) | 18           | 12           | 30           |
| <b>Policy -- Comp Total</b>            | <b>87</b>    | <b>58</b>    | <b>145</b>   |
| <b>Total 2007-09 Biennium</b>          | <b>2,120</b> | <b>1,665</b> | <b>3,785</b> |
| Fiscal Year 2008 Total                 | 1,087        | 827          | 1,914        |
| Fiscal Year 2009 Total                 | 1,033        | 838          | 1,871        |

**Comments:**

1. **Meeting Archaeology Demand** - Funding is provided to increase the capacity of the Department of Archaeology and Historic Preservation to perform reviews of construction applications and to provide technical assistance. The Department is responsible for reviewing local government applications for construction-related archaeological and historic site impacts under statutes such as the State Environmental Policy Act and Shoreline Management Act. For the five-year period ending in 2005, the number of application reviews increased more than 100 percent to 2,800, and review time increased from 3 to 24 days, exceeding the statutory review limit of 14 days. Technical assistance needs of local government clients have increased as well. A combination of one-time and ongoing funding and full-time staff are provided to meet this increasing workload and to reduce application review turnaround time to under 14 days.
2. **Heritage Barn Preservation** - Funding is provided to implement Chapter 333, Laws of 2007 (SHB 2115), which creates a Heritage Barn Recognition Program, requires a survey of heritage barns, and creates a mechanism for providing grants to improve heritage barns. There is a corresponding step in the capital budget for this item.
3. **History Link Grant** - Funding is provided to continue the History Link grant through the 2007-09 biennium. History Link is an online encyclopedia of state and local history of Washington State.
4. **Grave & Cemetery Protection** - One-time funding is provided to the Department to work jointly with the Governor's Office of Indian Affairs to study the issues surrounding the discovery of human remains, both Indian and non-Indian. The study shall examine the legal processes used to dedicate graves and human remains as cemeteries, the legal process of decertifying a cemetery, and the legal process to permit the removal of human remains from property. The study shall also assess endangered cemeteries and current and older historic sites. Findings and recommendations to the Legislature shall include: (1) a state-wide strategy and action plan on ensuring that all discoveries of human remains are reported; and (2) a process to ensure that all human remains, graves, and cemeteries are treated equally and with the respect due to a finite, irreplaceable cultural resource of the people of Washington. The recommendations and model legislation are due by November 30, 2007.
5. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
6. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

## Department of Archaeology & Historic Preservation

7. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
8. **Nonrepresented Salary Survey** - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
9. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
10. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)

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

\* Please see the 2007 Supplemental Operating Budget Section for additional information.

## Growth Management Hearings Board

(Dollars in Thousands)

|  | NGF-S        | Other    | Total        |
|--|--------------|----------|--------------|
| <b>2005-07 Expenditure Authority</b>   | <b>3,169</b> | <b>0</b> | <b>3,169</b> |
| 2007 Supplemental *                    | 15           | 0        | 15           |
| <b>Total 2005-07 Biennium</b>          | <b>3,184</b> | <b>0</b> | <b>3,184</b> |
| <b>2007-09 Maintenance Level</b>       | <b>3,406</b> | <b>0</b> | <b>3,406</b> |
| <b>Policy Changes - Non-Comp</b>       |              |          |              |
| 1. Increasing Mediation Services       | 300          | 0        | 300          |
| <b>Policy -- Non-Comp Total</b>        | <b>300</b>   | <b>0</b> | <b>300</b>   |
| <b>Policy Changes - Comp</b>           |              |          |              |
| 2. Revise Pension Gain-Sharing         | -4           | 0        | -4           |
| 3. Nonrepresented Staff Health Benefit | 10           | 0        | 10           |
| 4. Nonrepresented Salary Increase      | 84           | 0        | 84           |
| 5. Retain FY 2007 Pay Increase (1.6%)  | 36           | 0        | 36           |
| <b>Policy -- Comp Total</b>            | <b>126</b>   | <b>0</b> | <b>126</b>   |
| <b>Total 2007-09 Biennium</b>          | <b>3,832</b> | <b>0</b> | <b>3,832</b> |
| Fiscal Year 2008 Total                 | 1,890        | 0        | 1,890        |
| Fiscal Year 2009 Total                 | 1,942        | 0        | 1,942        |

**Comments:**

1. **Increasing Mediation Services** - Funding is provided to hire one assistant to provide paralegal support to all three Growth Management Hearings Boards. Funding is also provided for contracted mediation services to encourage settlement of cases.
2. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
3. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
4. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
5. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)

\* Please see the 2007 Supplemental Operating Budget Section for additional information.

## State Convention and Trade Center

(Dollars in Thousands)

|                                      | NGF-S    | Other         | Total         |
|--------------------------------------|----------|---------------|---------------|
| <b>2005-07 Expenditure Authority</b> | <b>0</b> | <b>77,003</b> | <b>77,003</b> |
| <b>2007-09 Maintenance Level</b>     | <b>0</b> | <b>83,031</b> | <b>83,031</b> |
| <b>Policy Changes - Non-Comp</b>     |          |               |               |
| 1. Operations and Maintenance        | 0        | 1,857         | 1,857         |
| 2. Promoting the WSCTC               | 0        | 4,232         | 4,232         |
| 3. Long Term Maint & Improvements    | 0        | 1,540         | 1,540         |
| <b>Policy -- Non-Comp Total</b>      | <b>0</b> | <b>7,629</b>  | <b>7,629</b>  |
| <b>Total 2007-09 Biennium</b>        | <b>0</b> | <b>90,660</b> | <b>90,660</b> |
| Fiscal Year 2008 Total               | 0        | 41,046        | 41,046        |
| Fiscal Year 2009 Total               | 0        | 49,614        | 49,614        |

**Comments:**

1. **Operations and Maintenance** - Additional funding is provided to allow the Washington State Convention and Trade Center (WSCTC) to fill vacant positions, provide salary increases to its employees, pay for utility rate increases, and perform minor maintenance on the Convention Center Facilities. (State Convention and Trade Center Operations Account-State)
  
2. **Promoting the WSCTC** - This item grants expenditure authority related to a projection by the Department of Revenue of increased revenues during the 2007-09 biennium from the excise tax on hotel and motel rooms from lodging facilities of 60 or more rooms within King County and the city of Seattle. Funds will be used for Convention Center operations related to marketing the facilities and services of the Center and promoting the locale as a convention and visitor destination. (Convention and Trade Center Operating Account-State)
  
3. **Long Term Maint & Improvements** - Funds are provided for projects identified in the Center's maintenance plan. (State Convention and Trade Center Operations Account-State).

## Department of Financial Institutions

(Dollars in Thousands)

|  | NGF-S    | Other         | Total         |
|--|----------|---------------|---------------|
| <b>2005-07 Expenditure Authority</b>   | <b>0</b> | <b>38,834</b> | <b>38,834</b> |
| <b>2007-09 Maintenance Level</b>       | <b>0</b> | <b>39,597</b> | <b>39,597</b> |
| <b>Policy Changes - Non-Comp</b>       |          |               |               |
| 1. Expanded Exams to Protect Consumers | 0        | 2,368         | 2,368         |
| 2. Expanded Enforcement Capacity       | 0        | 1,532         | 1,532         |
| 3. Expanded Oversight of Licensees     | 0        | 209           | 209           |
| 4. Improving Credit Union IS Security  | 0        | 254           | 254           |
| <b>Policy -- Non-Comp Total</b>        | <b>0</b> | <b>4,363</b>  | <b>4,363</b>  |
| <b>Policy Changes - Comp</b>           |          |               |               |
| 5. Revise Pension Gain-Sharing         | 0        | -46           | -46           |
| 6. Nonrepresented Staff Health Benefit | 0        | 149           | 149           |
| 7. Nonrepresented Salary Increase      | 0        | 937           | 937           |
| 8. Nonrepresented Salary Survey        | 0        | 132           | 132           |
| 9. Nonrepresented Agency Request       | 0        | 10            | 10            |
| 10. Nonrepresented Class Consolidation | 0        | 327           | 327           |
| 11. Nonrepresented Additional Step     | 0        | 255           | 255           |
| 12. Retain FY 2007 Pay Increase (1.6%) | 0        | 394           | 394           |
| <b>Policy -- Comp Total</b>            | <b>0</b> | <b>2,158</b>  | <b>2,158</b>  |
| <b>Total 2007-09 Biennium</b>          | <b>0</b> | <b>46,118</b> | <b>46,118</b> |
| Fiscal Year 2008 Total                 | 0        | 22,516        | 22,516        |
| Fiscal Year 2009 Total                 | 0        | 23,602        | 23,602        |

**Comments:**

- |   |   |
|---|---|
| <p>1. <b>Expanded Exams to Protect Consumers</b> - Funding is provided to hire additional staff and enter into personal service contracts to expand examination capacity for consumer loan companies, mortgage brokers, check cashers and sellers, escrow agents, money transmitters, and currency exchangers. (Financial Services Regulation Account-Non-Appropriated)</p> <p>2. <b>Expanded Enforcement Capacity</b> - Funding is provided to expand the Consumer Services Unit to meet its new statutory duties of providing regulatory oversight of loan originator licensure and mortgage broker examinations and to address increased fraud and criminal activity of sub-prime lending by mortgage brokers, payday lenders, escrow agents, and consumer loan companies. (Financial Services Regulation Account-Non-Appropriated)</p> <p>3. <b>Expanded Oversight of Licensees</b> - Funding is provided to improve response time and quality on license applications and applications of state licensure laws to consumers, mortgage brokers and loan originators, consumer loan companies, check cashers and sellers (payday lenders), money transmitters, and currency exchangers. (Financial Services Regulation Account-Non-Appropriated)</p> <p>4. <b>Improving Credit Union IS Security</b> - Funding is provided to review electronic banking services provided by credit unions to evaluate whether their information system (IS) controls are adequate to protect confidential financial information. (Financial Services Regulation Account-Non-Appropriated)</p> | <p>5. <b>Revise Pension Gain-Sharing</b> - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>6. <b>Nonrepresented Staff Health Benefit</b> - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>7. <b>Nonrepresented Salary Increase</b> - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>8. <b>Nonrepresented Salary Survey</b> - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>9. <b>Nonrepresented Agency Request</b> - Funding is provided for increases for nonrepresented state employees for specific job classes corresponding to those provided in collective bargaining</p> |
|---|---|

## Department of Financial Institutions

agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

10. **Nonrepresented Class Consolidation** - Funding is provided for nonrepresented state employees' increases in specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
11. **Nonrepresented Additional Step** - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
12. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)

## Washington State Gambling Commission

(Dollars in Thousands)

|  | NGF-S    | Other         | Total         |
|--|----------|---------------|---------------|
| <b>2005-07 Expenditure Authority</b>   | <b>0</b> | <b>30,062</b> | <b>30,062</b> |
| 2007 Supplemental *                    | 0        | 50            | 50            |
| <b>Total 2005-07 Biennium</b>          | <b>0</b> | <b>30,112</b> | <b>30,112</b> |
| <hr/>                                  |          |               |               |
| <b>2007-09 Maintenance Level</b>       | <b>0</b> | <b>31,034</b> | <b>31,034</b> |
| <b>Policy Changes - Non-Comp</b>       |          |               |               |
| 1. Update Rules Manual                 | 0        | 26            | 26            |
| 2. Monitor Internet Gambling           | 0        | 309           | 309           |
| 3. Workload Increase                   | 0        | 277           | 277           |
| 4. Sustain Current Workload            | 0        | 754           | 754           |
| <b>Policy -- Non-Comp Total</b>        | <b>0</b> | <b>1,366</b>  | <b>1,366</b>  |
| <b>Policy Changes - Comp</b>           |          |               |               |
| 5. Revise Pension Gain-Sharing         | 0        | -28           | -28           |
| 6. Nonrepresented Staff Health Benefit | 0        | 145           | 145           |
| 7. Nonrepresented Salary Increase      | 0        | 743           | 743           |
| 8. Nonrepresented Salary Survey        | 0        | 123           | 123           |
| 9. Nonrepresented Class Consolidation  | 0        | 15            | 15            |
| 10. Nonrepresented Additional Step     | 0        | 103           | 103           |
| 11. Retain FY 2007 Pay Increase (1.6%) | 0        | 312           | 312           |
| 12. Agent Compensation Plan            | 0        | 185           | 185           |
| <b>Policy -- Comp Total</b>            | <b>0</b> | <b>1,598</b>  | <b>1,598</b>  |
| <hr/>                                  |          |               |               |
| <b>Total 2007-09 Biennium</b>          | <b>0</b> | <b>33,998</b> | <b>33,998</b> |
| Fiscal Year 2008 Total                 | 0        | 16,986        | 16,986        |
| Fiscal Year 2009 Total                 | 0        | 17,012        | 17,012        |

**Comments:**

- |  |  |
|--|--|
| <p>1. <b>Update Rules Manual</b> - Funding is provided to print a new rules manual in FY 2008. It will incorporate new rules that have been adopted as a result of the Rules Simplification Project. (Gambling Revolving Account-Non-Appropriated)</p> <p>2. <b>Monitor Internet Gambling</b> - Funding is included for the monitoring of Internet gambling activities. (Gambling Revolving Account-Non-Appropriated)</p> <p>3. <b>Workload Increase</b> - Funding is included for the expected increase in workload associated with adding more tribal facilities generated by compacted tribes and to respond to the increased number of gambling laws and rules violations. (Gambling Revolving Account-Non-Appropriated)</p> <p>4. <b>Sustain Current Workload</b> - Funding is included to allow the redistribution of funds necessary to retain positions currently scheduled to terminate in March and June of 2008. (Gambling Revolving Account-Non-Appropriated)</p> <p>5. <b>Revise Pension Gain-Sharing</b> - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>6. <b>Nonrepresented Staff Health Benefit</b> - Funding is provided to increase employer funding rates for nonrepresented</p> | <p>employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>7. <b>Nonrepresented Salary Increase</b> - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>8. <b>Nonrepresented Salary Survey</b> - Funding is provided for state employees who lag most severely behind market rates in the 2006 Department of Personnel salary survey. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>9. <b>Nonrepresented Class Consolidation</b> - Funding is provided for nonrepresented state employees' increases in specific job classes corresponding to those provided in collective bargaining agreements negotiated by the Governor. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>10. <b>Nonrepresented Additional Step</b> - Funding is provided for an approximate additional 2.5 percent step L on the salary grid for nonrepresented state employees who have been at Step K for at</p> |
|--|--|

## Washington State Gambling Commission

least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.

11. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)
12. **Agent Compensation Plan** - The budget includes funding to pay for compensation increases required by the 2006 Special Agent Compensation Plan. (Gambling Revolving Account-Non-Appropriated).

\* Please see the 2007 Supplemental Operating Budget Section for additional information.

**Personnel Appeals Board**

(Dollars in Thousands)

|                                      | <u>NGF-S</u> | <u>Other</u> | <u>Total</u> |
|--------------------------------------|--------------|--------------|--------------|
| <b>2005-07 Expenditure Authority</b> | <b>0</b>     | <b>1,119</b> | <b>1,119</b> |
| <b>2007-09 Maintenance Level</b>     | <b>0</b>     | <b>0</b>     | <b>0</b>     |
| <b>Total 2007-09 Biennium</b>        | <b>0</b>     | <b>0</b>     | <b>0</b>     |

**Comments:**

This agency was eliminated on June 30, 2006.

**Public Printer**

(Dollars in Thousands)

|  | <u>NGF-S</u> | <u>Other</u>  | <u>Total</u>  |
|--|--------------|---------------|---------------|
| <b>2005-07 Expenditure Authority</b>   | <b>0</b>     | <b>65,830</b> | <b>65,830</b> |
| <b>2007-09 Maintenance Level</b>       | <b>0</b>     | <b>18,128</b> | <b>18,128</b> |
| <b>Policy Changes - Comp</b>           |              |               |               |
| 1. Revise Pension Gain-Sharing         | 0            | -23           | -23           |
| 2. Nonrepresented Staff Health Benefit | 0            | 112           | 112           |
| 3. Nonrepresented Salary Increase      | 0            | 471           | 471           |
| 4. Retain FY 2007 Pay Increase (1.6%)  | 0            | 198           | 198           |
| <b>Policy -- Comp Total</b>            | <b>0</b>     | <b>758</b>    | <b>758</b>    |
| <b>Total 2007-09 Biennium</b>          | <b>0</b>     | <b>18,886</b> | <b>18,886</b> |
| Fiscal Year 2008 Total                 | 0            | 9,047         | 9,047         |
| Fiscal Year 2009 Total                 | 0            | 9,839         | 9,839         |

**Comments:**

1. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
2. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
3. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
4. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)

## LEOFF 2 Retirement Board

(Dollars in Thousands)

|  | NGF-S    | Other        | Total        |
|--|----------|--------------|--------------|
| <b>2005-07 Expenditure Authority</b>   | <b>0</b> | <b>1,912</b> | <b>1,912</b> |
| <b>2007-09 Maintenance Level</b>       | <b>0</b> | <b>1,979</b> | <b>1,979</b> |
| <b>Policy Changes - Comp</b>           |          |              |              |
| 1. Revise Pension Gain-Sharing         | 0        | -2           | -2           |
| 2. Nonrepresented Staff Health Benefit | 0        | 5            | 5            |
| 3. Nonrepresented Salary Increase      | 0        | 35           | 35           |
| 4. Retain FY 2007 Pay Increase (1.6%)  | 0        | 15           | 15           |
| <b>Policy -- Comp Total</b>            | <b>0</b> | <b>53</b>    | <b>53</b>    |
| <b>Total 2007-09 Biennium</b>          | <b>0</b> | <b>2,032</b> | <b>2,032</b> |
| Fiscal Year 2008 Total                 | 0        | 1,006        | 1,006        |
| Fiscal Year 2009 Total                 | 0        | 1,026        | 1,026        |

**Comments:**

1. **Revise Pension Gain-Sharing** - Funding is provided for employer contribution rate changes associated with revising gain-sharing benefits. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  
2. **Nonrepresented Staff Health Benefit** - Funding is provided to increase employer funding rates for nonrepresented employee health benefits sufficiently so that employer payments defray 88 percent of the cost of health insurance premiums. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  
3. **Nonrepresented Salary Increase** - Funding is provided for salary adjustments of 3.2 percent on September 1, 2007, and 2.0 percent on September 1, 2008, for nonrepresented state employees. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
  
4. **Retain FY 2007 Pay Increase (1.6%)** - Funding is provided to continue the 1.6 percent increase that took effect September 1, 2006. (General Fund-State, various other funds)