

Other Human Services

Health Care Authority

An additional 3,000 low-income people will receive state-subsidized Basic Health Plan coverage by January 2009 at a cost of \$8.2 million.

In accordance with Chapter 259, Laws of 2007, Partial Veto (E2SSB 5930), \$3.1 million is provided to establish the Health Insurance Partnership and premium assistance program. The partnership will be available for small businesses with 2 to 50 employees, with a premium subsidy for employees with incomes below 200 percent of the federal poverty level.

Also in accordance with E2SSB 5930, \$1.3 million is provided to establish the Washington State Quality Forum. This board will collaborate with the Puget Sound Health Alliance to collect and disseminate research and data on quality health care and adopt evaluation measures to compare health care cost, quality, and provider performance.

Criminal Justice Training Commission

The budget provides \$2.2 million through the Public Safety and Education Account for the Washington Association of Sheriffs and Police Chiefs (WASPC) to continue the Jail Booking and Reporting System (JBRS) and the Statewide Automated Victim Information and Notification System (SAVIN). JBRS allows criminal justice users who are licensed for access to have a single query system that integrates county and city jail information systems throughout the state. SAVIN is based on JBRS and provides a tool for victims of crime to gain knowledge about the status of their offender or offenders.

The budget provides \$12.3 million from the Washington Auto Theft Prevention Authority Account for the implementation of Chapter 199, Laws of 2007 (E3SHB 1001), which establishes the Washington Auto Theft Prevention Authority under the umbrella of WASPC to review and analyze methods for combating auto theft. The funds will be used for the administration of the Authority (no more than 10 percent of the total) and for supplementing costs associated with increased prosecutions, court costs, law enforcement, offender confinement, auto theft related equipment and technologies, and education programs.

The budget provides \$3.3 million from the Public Safety and Education Account for the Commission to conduct an additional 14 Basic Law Enforcement Academies (BLEA). State law requires graduation from the BLEA for all local government law enforcement officers. Future funding for these academies is contingent upon the results of an Office of Financial Management forecast that will be used to inform future training needs.

Department of Health

In addition to funding for increased utilization of current recommended vaccines, the state's universal vaccine system is expanded to include vaccinations recently approved in the federal Vaccines for Children Program. The Centers for Disease Control (CDC) recommends vaccinating females ages 11 to 13 for the human papillomavirus, which was recently discovered to cause 70 percent of cervical cancer cases. Funding is also provided to vaccinate infants for rotavirus, a leading cause of childhood diarrhea. A total of \$23.0 million in state funding is provided for these enhancements.

A total of \$20.0 million in state funds is provided to support the five primary functions of the 35 local health jurisdictions (LHJs) statewide, including: controlling communicable disease, promoting health and preventing chronic disease, providing access to health services, assessing health status, and providing protection from environmental health threats. As a requirement for continued funding, LHJs must report on performance measures that will be submitted to the Department. The Department must report to the Governor and the Legislature on the distribution of funds and compliance with performance measures and health status indicators.

The sum of \$5.8 million in state funds is provided for family planning clinics to serve clients who are no longer eligible under the Medicaid Take Charge Family Planning Waiver and to increase the Department's efforts to prevent and treat sexually-transmitted diseases.

Department of Veterans' Affairs

State funds of \$1.7 million are provided to increase the hours of care at the state veterans' homes at Retsil, Orting, and Spokane. Funds cover 15 new full-time staff to meet the U.S. Department of Veterans' Affairs staffing requirement of 2.5 nursing care hours per resident per day.

State funds of \$1.0 million are provided to expand the Veterans' Conservation Corps (VCC) as described in Chapter 451, Laws of 2007 (2SSB 5164). The expanded program will provide training and certification for veterans who work as full-time volunteers, in coordination with the community and technical colleges. An additional \$0.3 million in funding is provided to continue the volunteer VCC program established during the 2005-07 biennium with one-time funding.

Department of Labor and Industries

Funding of \$8.0 million is provided for the Department to establish a program to demonstrate or validate new and improved techniques to safeguard the health and safety of employees. The projects funded must involve workplaces insured by the Medical Aid Fund and give priority to fostering accident prevention through cooperation between employers and employees or their representatives.

The budget provides \$3.1 million for Chapter 72, Laws of 2007 (ESSB 5920), to support legislative reform to the vocational rehabilitation system to improve outcomes for injured workers who receive vocational services. This includes the various staffing costs needed to implement the legislation.

Funding is provided to conduct utilization reviews of physical and occupational therapy after visit 24, as recommended by the profession, and to hire staff to enter data from the utilization review into the claimant's file. It is estimated that this earlier review will save the Medical Aid Account \$5.0 million per biennium in benefits by eliminating inappropriate therapy.

Funding of \$1.3 million is provided for implementation of Chapter 27, Laws of 2007 (ESHB 2171). The bill requires the Department to establish a construction crane certification program and a construction crane operator certification program.

Funding is provided to prevent fraud and abuse in the workers' compensation system through technology enhancements to meet the Department's goal of auditing 4.0 percent of employers each year. It is projected that an additional \$1.2 million in premiums will be collected in fiscal year 2008 and fiscal year 2009 and \$2.1 million will be collected each year thereafter.

A total of \$18.0 million is provided from the Family Leave Insurance Account pursuant to the appropriation in Chapter 357, Laws of 2007 (E2SSB 5659). A joint legislative task force on family medical leave insurance is created to provide recommendations to the Legislature on how best to finance and administer this type of insurance program. Beginning on October 1, 2009, benefits of \$250 per week for up to five weeks will be paid to individuals who are unable to perform regular work because of the birth or adoption of a child.

Department of Corrections

A total of \$1.6 billion is appropriated for the Department of Corrections to incarcerate an average of 19,208 inmates per month and to supervise an average of 28,635 offenders per month in the community. This represents a 10.1 percent (\$146.9 million) increase in corrections spending from the 2005-07 biennium.

In addition to funding provided for forecast and workload changes, the budget provides \$24.4 million in state funding and cost of supervision funds for the offender reentry initiative. The initiative expands and coordinates programs to target the primary causes of recidivism by emphasizing education, workforce skills, and treatment programs that address dependency and mental health issues. The initiative also provides support services and employment opportunities for offenders leaving prison. According to the Washington State Institute for Public Policy, these programs, with the juvenile offender treatment programs, will reduce demand for prison beds by 1,444 in 2017 and 3,289 in 2030.

The budget provides \$11.0 million in state funding for the Department to contract with local governments and tribes for an additional 225 rental beds to address overcrowding of existing bed space and to reflect a gubernatorial directive that does not allow the Department to release an offender who violates the terms of his/her community supervision solely due to bed capacity constraints.

Funding of \$3.9 million in state funds is provided to expand training capacity for additional corrections officers to meet existing demand and open nearly 2,000 new prison beds in the 2007-09 biennium.

The budget provides \$2.6 million in state funds for the implementation of provisions of Chapter 483, Laws of 2007 (ESSB 6157), which amends state statutes related to earned release of offenders and the sanctioning of persons who violate the terms of their community supervision.

The budget provides \$1.5 million from the Washington Auto Theft Prevention Authority Account for the implementation of Chapter 199, Laws of 2007 (E3SHB 1001), which increases auto theft-related penalties and triple scores prior offenses, counts prior vehicle prowling offenses, and creates a new crime for the making and possessing of motor vehicle theft tools.

Employment Security Department

A total of \$12.3 million in federal Reed Act funding is provided to administer state policy-driven unemployment insurance (UI) program costs. The federal funds for the UI program administration have declined as a result of the implementation of the Resource Justification Model. This funds specific programs that are in place as a result of state legislation.

A total of \$16.1 million from the Administrative Contingency Account and the Employment Services Administration Account is provided to the Department to continue ongoing services to employers and job seekers. This will replace federal funding that has declined over the past five years.

A total of \$12.1 million in federal Reed Act funding is provided for the Department of Information Services (DIS) to begin replacement of the Department's mainframe unemployment insurance tax information system and its ancillary subsystems. These systems were originally implemented in 1984. The Department has hired a consultant to develop a requirements and feasibility study for unemployment insurance tax computer systems. Funding is to be released upon approval by the Information Services Board. DIS will consult with the Department on replacement of the system.

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(Dollars in Thousands)

	NGF-S	Other	Total
2005-07 Expenditure Authority	468,286	174,885	643,171
2007 Supplemental *	-4,039	-154	-4,193
Total 2005-07 Biennium	464,247	174,731	638,978
2007-09 Maintenance Level	552,161	180,156	732,317
Policy Changes - Non-Comp			
1. SE Washington Residency	1,000	0	1,000
2. Health Literacy	442	0	442
3. Benefits Admin & Insur Acctg System	2,460	23,020	25,480
4. Information Technology	566	508	1,074
5. Prescription Drug Consortium	871	0	871
6. Basic Health Plan Benefit Changes	1,600	159	1,759
7. Basic Health Plan Enrollment	8,299	1,558	9,857
8. Blue Ribbon Commission Reports	90	0	90
9. Community Collaboratives Grants	500	0	500
10. Dependent Coverage IT System Costs	350	0	350
11. Dental Residency Program	1,708	0	1,708
12. State Employee Health Pilot	0	600	600
13. New Self-Insured Co-Pay Plan	0	1,722	1,722
14. Health Insurance Partnership	3,137	0	3,137
15. Washington State Quality Forum	1,328	0	1,328
16. Governor Veto	-1,000	0	-1,000
Policy -- Non-Comp Total	21,351	27,567	48,918
Policy Changes - Comp			
17. Revise Pension Gain-Sharing	-27	-26	-53
18. Nonrepresented Staff Health Benefit	139	125	264
19. Nonrepresented Salary Increase	647	636	1,283
20. Nonrepresented Salary Survey	408	303	711
21. Nonrepresented Class Consolidation	10	8	18
22. Nonrepresented Additional Step	285	250	535
23. Retain FY 2007 Pay Increase (1.6%)	272	268	540
Policy -- Comp Total	1,734	1,564	3,298
Total 2007-09 Biennium	575,246	209,287	784,533
Fiscal Year 2008 Total	274,666	103,415	378,081
Fiscal Year 2009 Total	300,580	105,872	406,452

Comments:

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| <p>1. SE Washington Residency - Funding is provided solely for the establishment of a family practice residency program in southeastern (SE) Washington. The program will provide residency experience in rural communities and support at least five family practice medicine residents per year. See Governor Veto item below.</p> | <p>accounting system, for the Public Employees' Benefits Board benefits administration and insurance accounting, and for the Basic Health insurance accounting system. (Health Services Account-State, General Fund-Federal, State Health Care Authority Administration Account-State)</p> |
| <p>2. Health Literacy - Funding is provided for grants to local community organizations through a public-private partnership with the UCLA health care institute to improve health care literacy, including programs to help families make informed decisions about their children's health, such as when to go to the emergency room and how to take care of common illnesses. (Health Services Account-State)</p> | <p>4. Information Technology - Funding is provided for investment in new telephone infrastructure that will align information technology infrastructure with performance requirements. (General Fund-Federal, Health Services Account-State, State Health Care Authority Administration Account-State)</p> |
| <p>3. Benefits Admin & Insur Acctg System - Funding is provided for the replacement of the benefit administration and insurance</p> | <p>5. Prescription Drug Consortium - Funding is provided to continue the operation of the Prescription Drug Purchasing Consortium, which allows local governments, private entities, and individuals who are uninsured or underinsured to benefit</p> |

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- from the consortium's purchasing power. (Health Services Account-State)
6. **Basic Health Plan Benefit Changes** - Funding is provided for the additional costs of benefits that were added to the Basic Health Plan beginning January 1, 2007, until December 31, 2007. No funding for the cost of benefit enhancements beyond the actuarial value of the package offered during the 2006 calendar year is provided for the 2008 or 2009 calendar years. (Basic Health Plan Trust Account-Non-Appropriated, Health Services Account-State)
 7. **Basic Health Plan Enrollment** - The Basic Health Plan enrollment is expanded by an additional 1,200 slots by January 2008 and increasing to 3,000 slots by January 2009 to allow health care coverage for a total of 109,500 adults and children below 200 percent of the federal poverty level. (Health Services Account-State, Basic Health Plan Trust-Non-Appropriated)
 8. **Blue Ribbon Commission Reports** - In accordance with Chapter 259, Laws of 2007, Partial Veto (E2SSB 5930), funding is provided for expert consulting and staffing to support two reports: (1) a five-year plan to change reimbursement within state purchased health care that rewards quality health outcomes due September 2007; and (2) a report on trends in unnecessary emergency room use and demonstration pilot design due December 2007. (Health Services Account-State)
 9. **Community Collaboratives Grants** - Funding is provided to continue the Community Collaborative Grant program established in Chapter 67, Laws of 2006 (E2SSB 6459), which provides two-year grants to community-based organizations that address access to medical treatment, efficient use of health care resources, and quality care for low income or uninsured persons. The applicant organizations must assure measurable improvements in health access within their service region, demonstrate active collaboration with key community partners, and provide \$2 in matching funds for each grant \$1 awarded. (Health Services Account-State)
 10. **Dependent Coverage IT System Costs** - In accordance with E2SSB 5930, funding is provided for the Health Care Authority (HCA) to update its benefit administration and insurance accounting system to accommodate the expansion of dependent coverage to age 25. (Health Services Account-State)
 11. **Dental Residency Program** - Funding is provided to continue the five current dental resident positions, add six additional resident positions in FY 2008, and five more in FY 2009. At least four of the additional dental resident positions established in FY 2008 will be in eastern Washington, and two will be in the Seattle area. (Health Services Account-State)
 12. **State Employee Health Pilot** - In accordance with E2SSB 5930, a state employee health pilot is established. Agencies chosen to participate by the HCA will apply best practices in health promotion and wellness. The project will measure specific reductions in health risk factors related to obesity, diabetes, and absenteeism. An evaluation report to the Legislature is required annually beginning December 2008. (Health Care Authority Administrative Account-State)
 13. **New Self-Insured Co-Pay Plan** - Funding is provided for the administrative costs associated with the creation and management of a new self-insured medical benefit plan for state and participating local government employees featuring cost sharing on a co-payment basis. (Health Care Authority Administrative Account-State)
 14. **Health Insurance Partnership** - Funding is provided for the establishment of the Health Insurance Partnership and the premium assistance program pursuant to Chapter 260, Laws of 2007, Partial Veto (E2SHB 1569), and related sections of E2SSB 5930. The Health Insurance Partnership is a modified version of the Small Employer Health Insurance Partnership Program that has been established in statute within the HCA. The program will be available for small businesses with 2 to 50 employees with a premium subsidy program for employees with incomes below 200 percent of the federal poverty level, with application processing starting September 2008 and coverage beginning January 2009. (Health Services Account-State)
 15. **Washington State Quality Forum** - In accordance with E2SSB 5930, the Washington State Quality Forum is established. The 11-member forum will collaborate with the Puget Sound Health Alliance to collect and disseminate research and data on quality health care, adopt evaluation measures to compare health care cost, quality, and provider performance, and produce an annual quality report. (Health Services Account-State)
 16. **Governor Veto** - The Governor vetoed Section 214(13) of Chapter 522, Laws of 2007, Partial Veto (SHB 1128). See the SE Washington Residency item above.
 17. **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.
 18. **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.
 19. **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.
 20. **Nonrepresented Salary Survey** - Funding is provided for state employees who lag most severely behind market rates in the

Washington State Health Care Authority

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

21. **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.
22. **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.
23. **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.

Washington State Health Care Authority

WORKLOAD HISTORY

By Fiscal Year

	2000	2001	2002	2003	2004	2005	2006	Estimated		
	2007	2008	2009							
Basic Health Plan										
Subsidized Enrollees	130,995	132,667	123,730	128,937	103,452	99,807	100,444	102,118	107,350	109,000
% Change from prior year		1.3%	-6.7%	4.2%	-19.8%	-3.5%	0.6%	1.7%	5.1%	1.5%

These numbers do not include home care workers receiving state-subsidized coverage through the Basic Health Plan as this group has dropped almost to zero nearing the end of the 2005-07 biennium. This drop is due to the availability of other coverage options. For historical purposes, the home care workers continue to be included in past fiscal year totals.

Data Sources :

FY 1998 through May of FY 2007 from the Health Care Authority.

June of FY 2007 through FY 2009 estimates from legislative fiscal staff.

Human Rights Commission

(Dollars in Thousands)

	NGF-S	Other	Total
2005-07 Expenditure Authority	5,824	1,321	7,145
2007 Supplemental *	35	0	35
Total 2005-07 Biennium	5,859	1,321	7,180
2007-09 Maintenance Level	5,637	1,766	7,403
Policy Changes - Non-Comp			
1. Improve Investigation Timeliness	260	0	260
2. Replace Reduced Federal Funding	219	-438	-219
3. Relocate Yakima Office to TriCities	22	0	22
4. Veterans' Discrimination Protection	80	0	80
Policy -- Non-Comp Total	581	-438	143
Policy Changes - Comp			
5. Revise Pension Gain-Sharing	-9	0	-9
6. Nonrepresented Staff Health Benefit	13	0	13
7. Nonrepresented Salary Increase	75	0	75
8. Nonrepresented Salary Survey	27	0	27
9. Nonrepresented Additional Step	16	0	16
10. Retain FY 2007 Pay Increase (1.6%)	32	0	32
11. WFSE Collective Bargaining	422	17	439
Policy -- Comp Total	576	17	593
Total 2007-09 Biennium	6,794	1,345	8,139
Fiscal Year 2008 Total	3,444	670	4,114
Fiscal Year 2009 Total	3,350	675	4,025

Comments:

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| <p>1. Improve Investigation Timeliness - The budget provides funding for the Commission to hire one civil rights specialist and one civil rights investigator to assist the Commission in shortening its case investigation time, which currently averages 210 days per case.</p> <p>2. Replace Reduced Federal Funding - The budget provides one-time funding for FY 2008 for the Commission to adjust to a shortfall in federal revenues.</p> <p>3. Relocate Yakima Office to TriCities - The budget provides one-time funding to relocate the Yakima office to the TriCities.</p> <p>4. Veterans' Discrimination Protection - Funding is provided for the Commission to implement Chapter 187, Laws of 2007 (SB 5123). The bill amends the Washington Law Against Discrimination to prohibit discrimination based on a person's status as a veteran or member of the military, as it relates to: employment; commerce; real estate transactions; places of public resort, accommodation, amusement; insurance transactions; and credit transactions.</p> <p>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.</p> | <p>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.</p> <p>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.</p> <p>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.</p> <p>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.</p> |
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Human Rights Commission

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.

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

Board of Industrial Insurance Appeals

(Dollars in Thousands)

	NGF-S	Other	Total
2005-07 Expenditure Authority	0	32,923	32,923
2007-09 Maintenance Level	0	33,595	33,595
Policy Changes - Comp			
1. Revise Pension Gain-Sharing	0	-38	-38
2. Nonrepresented Staff Health Benefit	0	20	20
3. Nonrepresented Salary Increase	0	154	154
4. Nonrepresented Class Consolidation	0	4	4
5. Nonrepresented Additional Step	0	8	8
6. Retain FY 2007 Pay Increase (1.6%)	0	64	64
7. WFSE Collective Bargaining	0	2,460	2,460
Policy -- Comp Total	0	2,672	2,672
Total 2007-09 Biennium	0	36,267	36,267
Fiscal Year 2008 Total	0	17,878	17,878
Fiscal Year 2009 Total	0	18,389	18,389

Comments:

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| <p>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.</p> <p>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.</p> <p>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.</p> <p>4. 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.</p> <p>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.</p> <p>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)</p> | <p>7. 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.</p> |
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Washington State Criminal Justice Training Commission

(Dollars in Thousands)

	NGF-S	Other	Total
2005-07 Expenditure Authority	22,231	608	22,839
2007 Supplemental *	15	0	15
Total 2005-07 Biennium	22,246	608	22,854
2007-09 Maintenance Level	23,259	608	23,867
Policy Changes - Non-Comp			
1. Additional Academies	3,346	0	3,346
2. Auto Theft	0	12,322	12,322
3. CSPA Major Crimes Task Force	100	0	100
4. Child Welfare Training	300	0	300
5. Forest Fire Property Access	20	0	20
6. JBRS and SAVIN Programs - WASPC	2,235	0	2,235
7. Missing Persons Training	28	0	28
8. Vendor Rate Increase	198	0	198
9. Gang-Related Offenses Workgroup	25	0	25
Policy -- Non-Comp Total	6,252	12,322	18,574
Policy Changes - Comp			
10. Revise Pension Gain-Sharing	-9	0	-9
11. Nonrepresented Staff Health Benefit	18	0	18
12. Nonrepresented Salary Increase	121	0	121
13. Retain FY 2007 Pay Increase (1.6%)	51	0	51
14. WFSE Collective Bargaining	185	0	185
Policy -- Comp Total	366	0	366
Total 2007-09 Biennium	29,877	12,930	42,807
Fiscal Year 2008 Total	15,537	5,704	21,241
Fiscal Year 2009 Total	14,340	7,226	21,566

Comments:

1. **Additional Academies** - Funding is provided to conduct an additional ten basic law enforcement academies in FY 2008 and four additional academies in FY 2009. Funding is based on 34 students per academy at a cost of \$239,000 per academy. Funds are also provided for increased costs associated with emergency vehicle operator course training conducted under contract with the Washington State Patrol Academy. Future funding for these academies is contingent upon the results of an Office of Financial Management forecast that will be used to inform future training needs. (Public Safety and Education Account-State)
2. **Auto Theft** - Funding is provided to implement Chapter 199, Laws of 2007 (E3SHB 1001), which creates the Washington Auto Theft Prevention Authority (Authority) within the Washington Association of Sheriffs and Police Chiefs (WASPC) under the direction of the executive director of WASPC. The purpose of the Authority is to review, collect data, and make recommendations to the Legislature and the Governor regarding motor vehicle theft in Washington. Funds from the newly created Washington Auto Theft Prevention Authority Account, will be used for the administrative costs of the Authority (no more than 10 percent) and for supplementing costs associated with increased prosecutions, court costs, law enforcement, offender confinement, equipment and technologies, and education programs. (Washington Auto Theft Prevention Authority Account-State)
3. **CSPA Major Crimes Task Force** - One-time funding is provided to support the Coalition of Small Police Agencies (CSPA) major crimes task force. The task force is a collaborative effort of 15 cities working to combat and investigate major violent crimes. (Public Safety and Education Account-State)
4. **Child Welfare Training** - Funding is provided to implement Chapter 410, Laws of 2007 (SHB 1333), which requires the Commission to develop curriculum related to child abuse and neglect to be included in the basic law enforcement training. The curriculum will be developed in consultation with the Department of Social and Health Services, WASPC, and the Washington Association of Prosecuting Attorneys. The Commission will also develop statewide guidelines for first responders to child fatalities. (Public Safety and Education Account-State)
5. **Forest Fire Property Access** - Funding is provided to implement Chapter 252, Laws of 2007 (SSB 5315), which requires WASPC to convene a model policy work group to develop a model policy for sheriffs regarding residents,

Washington State Criminal Justice Training Commission

landowners, and others in lawful possession and control of land in the state during a forest fire or wildfire. The model policy must include guidance on allowing access to lands, when safe and appropriate, during a forest fire or wildfire. (Public Safety and Education Account-State)

6. **JBRS and SAVIN Programs - WASPC** - Funding is provided for WASPC to continue the Jail Booking and Reporting System (JBRS) and the Statewide Automated Victim Information and Notification System (SAVIN). (Public Safety and Education Account-State)
7. **Missing Persons Training** - One-time funding is provided to implement Chapter 10, Laws of 2007 (SSB 5191), which requires the Commission to provide training on the implementation and use of missing persons protocols for law enforcement officers throughout the state. A contractor will be used to develop curriculum and course delivery for an on-line or DVD-based course. (Public Safety and Education Account-State)
8. **Vendor Rate Increase** - Funding is provided for a vendor rate increase of 2.0 percent in FY 2008 and 2.0 percent in FY 2009 for WASPC. Funding is provided for a vendor rate increase of 6.0 percent in FY 2008 and 2.0 percent in FY 2009 for the agency food service vendor, Lites and Bites. (Public Safety and Education Account-State)
9. **Gang-Related Offenses Workgroup** - Funding is provided to implement Chapter 389, Laws of 2007 (SSB 5987), which directs WASPC to convene a work group to evaluate the problem of gang-related crime in Washington State and make recommendations pertaining to: (1) legislative measures to combat gang-related crime; (2) the creation of a statewide gang information database; (3) possible reforms to the juvenile justice system; (4) best practices for the prevention and intervention of youth gang membership; and (5) the adoption of legislation authorizing a civil anti-gang injunction. The report is due to the Legislature on or before January 1, 2008. (Public Safety and Education Account-State)
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. **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)
14. **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.

Department of Labor and Industries

(Dollars in Thousands)

	NGF-S	Other	Total
2005-07 Expenditure Authority	44,782	491,937	536,719
2007 Supplemental *	0	437	437
Total 2005-07 Biennium	44,782	492,374	537,156
2007-09 Maintenance Level	46,940	490,964	537,904
Policy Changes - Non-Comp			
1. Factory Assembled Structures	199	0	199
2. COHE Expansion Evaluation	0	382	382
3. Independent Medical Exam Schedulers	0	268	268
4. Pension Benefits Specialists	0	354	354
5. Consultation/Outreach Worker Safety	0	1,552	1,552
6. Med Provider Timely Reimbursement	0	1,261	1,261
7. Claim Suppression Investigations	0	362	362
8. Farm Labor Contractors	0	484	484
9. Crane Safety	0	1,281	1,281
10. Burlington Building Factory	584	0	584
11. Tacoma Rhodes Lease	0	86	86
12. Industrial Insurance Fund Audits	0	476	476
13. Medical Advisory Committees	0	558	558
14. Mobile/Manufactured Homes	0	292	292
15. Increasing Prevailing Wage Services	0	560	560
16. Perm Total Disability Study	0	605	605
17. Controlling PT/OT Therapy Costs	0	2,413	2,413
18. Minimum Monthly Benefits	208	722	930
19. Blue Ribbon Commission	0	730	730
20. Industrial Insurance Ombudsman	0	874	874
21. Notices to Employers	0	148	148
22. Safety & Health Investments	0	8,000	8,000
23. Retrospective Rating Plan Review	0	600	600
24. Voc Rehab Staffing Impact	0	822	822
25. Voc Rehab Legislation	0	2,247	2,247
26. Improve Vocational Services	0	333	333
27. Implementing Wage Payment	0	139	139
28. Family Leave Insurance Program	0	18,000	18,000
Policy -- Non-Comp Total	991	43,549	44,540
Policy Changes - Comp			
29. Revise Pension Gain-Sharing	-28	-487	-515
30. Nonrepresented Staff Health Benefit	4	146	150
31. Nonrepresented Salary Increase	36	1,089	1,125
32. Nonrepresented Salary Survey	4	163	167
33. Retain FY 2007 Pay Increase (1.6%)	14	461	475
34. WFSE Collective Bargaining	1,027	27,797	28,824
35. Coalition Collective Bargaining	595	2,610	3,205
Policy -- Comp Total	1,652	31,779	33,431
Total 2007-09 Biennium	49,583	566,292	615,875
Fiscal Year 2008 Total	24,097	277,272	301,369
Fiscal Year 2009 Total	25,486	289,020	314,506

Comments:

1. **Factory Assembled Structures** - The Department of Labor and Industries (L&I) is responsible for reviewing and approving factory-assembled structures, recreational vehicles, and recreational park trailer plans annually for businesses and homeowners. Recently, there has been an increase in the number and size of the structures. Additional resources are

provided to eliminate the review and appeal backlog and to provide a ten working day turn-around for reviewing plans.

2. **COHE Expansion Evaluation** - Funds are provided to evaluate the recent expansion of a program to improve treatment of injured workers and return them to their jobs

Department of Labor and Industries

- sooner. The Centers of Occupational Health and Education (COHEs) are located in Spokane and Renton. The 2005-07 biennial budget provided for an expansion of existing COHEs and the development of two new small COHEs. Funds are provided for the University of Washington to evaluate this expansion and the continuing effectiveness of the Spokane and Renton COHEs and to determine if COHE best practices and outcomes can also be achieved in rural counties. (Medical Aid Account-State)
3. **Independent Medical Exam Schedulers** - Because of the increased number and complexity of worker compensation claims cases, additional resources are needed to schedule timely independent medical exams. (Accident Account-State, Medical Aid Account-State)
 4. **Pension Benefits Specialists** - Additional resources are provided to increase the timeliness of payments to recipients on newly created pensions, to increase cost recovery by eliminating the backlog of Social Security offset adjustments, to conduct quality control recalculation of pension benefit amounts in response to a State Auditor finding, and to provide more timely responses to customer questions. (Accident Account-State, Medical Aid Account-State)
 5. **Consultation/Outreach Worker Safety** - Funding is provided to increase the quantity and quality of workplace safety education, consultation services, and training in consultation and compliance. Funds also will be used to foster recognition, cooperative programs, and partnerships and alliances aimed at small businesses and high hazard industries. (Accident Account-State, Medical Aid Account-State)
 6. **Med Provider Timely Reimbursement** - Fewer doctors are willing to treat injured workers in the workers' compensation system. Funding is provided to address the providers' concerns by making it easier to use the complex workers' compensation system, reduce the time needed to process bills, and speed up bill payments. Health care provider account representatives will work with providers to remove barriers and solve billing issues. (Medical Aid Account-State)
 7. **Claim Suppression Investigations** - Funding is provided to implement Chapter 77, Laws of 2007 (SSB 5443). The legislation provides for investigation of claim suppression allegations, gives the Department authority to subpoena claim records, and authorizes penalties. It also allows the Department to waive time limits for filing a claim when a worker has not filed within the statute of limitations due to claim suppression. (Accident Account-State, Medical Aid Account-State)
 8. **Farm Labor Contractors** - Additional resources are provided in response to a recent high-profile farm labor contractor (FLC) fraud and abuse case and ongoing concerns that seasonal labor shortages will increase demand for FLC services. New staff will review FLC applications for legal requirements, perform compliance checks, and conduct outreach to farmers and landowners to aid in compliance with FLC law. (Accident Account-State, Medical Aid Account-State)
 9. **Crane Safety** - Funding is provided for Chapter 27, Laws of 2007 (ESHB 2171). This bill requires the Department to establish by rule, a construction crane certification program and a construction crane operator certification program. (Accident Account-State, Medical Aid Account-State)
 10. **Burlington Building Factory** - Expenditure authority is granted to the Department to meet the additional demand in reviewing factory assembled structures created by the opening of a new modular home factory in Burlington. The Department is responsible under law to inspect the component pieces and the final building, as well as to review and approve building plans. The revenue collected will exceed the costs of expenditures.
 11. **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. (Accident Account-State, Medical Aid Account-State)
 12. **Industrial Insurance Fund Audits** - Contract costs for implementation of legislation regarding industrial insurance fund audits have been higher than originally anticipated. In addition, the State Auditor's Office will contract out the Generally Accepted Accounting Principles (GAAP) and Statutory Accounting Principles (SAP) audits which will result in increased costs. (Accident Account-State, Medical Aid Account-State)
 13. **Medical Advisory Committees** - Funding is provided to implement Chapter 282, Laws of 2007 (ESSB 5290). Medical and chiropractic advisory committees will assist the Department in making evidence-based decisions to ensure safe and effective health care for workers and to reduce the financial risk of authorizing unproven therapies. Funding is provided to reimburse committee members, contract with a technical research specialist, and cover the committees' administrative costs. (Medical Aid Account-State)
 14. **Mobile/Manufactured Homes** - Funding is provided to implement Chapter 432, Laws of 2007, Partial Veto (SHB 2118). The bill transfers all regulatory and other responsibilities for mobile and manufactured home installation from the Department of Community, Trade, and Economic Development to L&I. (General Fund-Federal, Manufactured Home Installation Training Account-State)
 15. **Increasing Prevailing Wage Services** - Beginning in July 2007, the transfer of 30 percent of prevailing wage revenues from the Public Works Administration Account (PWAA) to the General Fund-State will cease. This revenue to the PWAA will supply the funding to enforce prevailing wage laws, conduct outreach and education, and create a pilot project for on-line

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prevailing wage surveys. (Public Works Administration Account-State)

16. **Perm Total Disability Study** - Funding is provided for an independent study of employer claims in which workers were granted permanent total disability pension benefits under the Workers' Compensation system. The number of workers who were awarded such benefits, pursuant to RCW 51.08.160, has increased over the past five years. The study will include analysis of the causes of the recent increase, including changes in injured worker demographics and policies that affect benefit decisions. A comparison of Washington's permanent disability claims experience and injured worker outcomes with other states and jurisdictions will also be provided, along with future anticipated permanent disability trends. (Accident Account-State)
17. **Controlling PT/OT Therapy Costs** - The Department currently reviews the effectiveness of physical therapy (PT) at the 40th visit. Occupational therapy (OT) is not reviewed at all. Much of the treatment beyond 24 visits does not appear to improve a worker's outcome, and in some cases, extends disability because a more effective treatment plan has not been implemented. Funding is provided to conduct utilization reviews at 24 visits, the number recommended by the profession, and to hire staff to enter data from the utilization review into the claimant's file. It is estimated that this earlier review would save the Medical Aid Account \$5.0 million per biennium in benefits by eliminating inappropriate therapy. (Medical Aid Account-State)
18. **Minimum Monthly Benefits** - Funding is provided to implement Chapter 284, Laws of 2007 (ESB 5675). The bill modifies the minimum monthly amounts for death benefits and temporary or permanent total disability benefits for Workers' Compensation and Crime Victims' Compensation Programs. (Public Safety and Education Account-State, Accident Account-State, Medical Aid Account-State).
19. **Blue Ribbon Commission** - Funding is provided to implement Chapter 259, Laws of 2007, Partial Veto (E2SSB 5930). The bill directs the Department and the Department of Health to develop a five-year plan by September 1, 2007, to integrate disease and accident prevention and health promotion into all state health programs. The Departments will implement demonstration projects. Evaluation reports of the demonstration projects are due to the Legislature in December of 2008, 2009, and 2010. (Medical Aid Account-State)
20. **Industrial Insurance Ombudsman** - Funding is provided to implement Chapter 281, Laws of 2007 (SSB 5053). The bill creates the Office of the Ombudsman for workers of industrial insurance self-insured employers.
21. **Notices to Employers** - Funding is provided to implement Chapter 287, Laws of 2007 (ESSB 5915). The bill directs the Department to send an employer any printed material required by law or rule to be posted when an employer registers to pay industrial insurance taxes. Additionally, the Department is required to develop forms to assist the worker in notifying his or her employer of a worker's compensation claim. Workers are then required to provide written notice of workers' compensation claims to employers within ten days of the date the worker receives medical treatment. (Medical Aid Account-State)
22. **Safety & Health Investments** - Funding is provided for the Department to establish a program of new projects designed to demonstrate or validate new and improved techniques to safeguard the health and safety of employees. The projects funded must involve workplaces insured by the Medical Aid Account, and with priority given to fostering accident prevention through cooperation between employers and employees or their representatives. (Medical Aid Account-State)
23. **Retrospective Rating Plan Review** - Funding is provided for the Department to contract with one or more independent experts to evaluate and recommend improvements to the retrospective rating plan. The evaluation should include how risks are pooled, the effects of including worker premium contributions in adjustment calculations, incentives for accident and illness prevention, return-to-work practices, and other sound risk-management strategies that are consistent with recognized insurance principles. (Medical Aid Account-State)
24. **Voc Rehab Staffing Impact** - Funding is provided for the professional staff salary adjustments necessary to recruit and retain positions required for anticipated changes in work duties as a result of implementing Chapter 72, Laws of 2007 (ESSB 5920). (Medical Aid Account-State)
25. **Voc Rehab Legislation** - Funding is provided for ESSB 5920 to support legislative reform to the vocational rehabilitation system to improve outcomes for injured workers who receive vocational services. (Medical Aid Account-State)
26. **Improve Vocational Services** - Additional resources are provided for the Early Return to Work Program. This program makes it possible for vocational assessment services to be handled in-house, reducing the processing time and getting workers back to work sooner (18 days compared to 75 days). This process is projected to save over \$2.0 million dollars annually. (Medical Aid Account-State)
27. **Implementing Wage Payment** - Funding is provided to implement the Wage Payment Act enacted by the 2006 Legislature. Funded activities will include: providing legal coordination for wage complaints; reviewing and approving citations, assessments, and determinations of compliance for wage claims; and offering education and outreach regarding the Wage Payment Act. Funding will enable the Department to process the 20 percent increase in complaints from workers regarding unpaid wages that has occurred since the bill was enacted. (Accident Account-State, Medical Aid Account-State)
28. **Family Leave Insurance Program** - Funding is provided for Chapter 357, Laws of 2007, (E2SSB 5659), pursuant to the appropriation in the bill. A joint legislative task force on family

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leave insurance is created, and its findings and recommendations on how such a program should be financed and administered are due to the Legislature by January 1, 2008. A new partial wage replacement program is established. Beginning on October 1, 2009, benefits of \$250 per week for up to five weeks will be paid to individuals who are unable to perform regular work because of the birth or adoption of a child. (Family Leave Insurance Account-State)

29. **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.
30. **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.
31. **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.
32. **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.
33. **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)
34. **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.
35. **Coalition Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the state employee Coalition. 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.

Indeterminate Sentence Review Board

(Dollars in Thousands)

	NGF-S	Other	Total
2005-07 Expenditure Authority	2,667	0	2,667
2007-09 Maintenance Level	3,164	0	3,164
Policy Changes - Non-Comp			
1. Increase in Board Members	434	0	434
Policy -- Non-Comp Total	434	0	434
Policy Changes - Comp			
2. Revise Pension Gain-Sharing	-3	0	-3
3. Nonrepresented Staff Health Benefit	13	0	13
4. Nonrepresented Salary Increase	72	0	72
5. Nonrepresented Salary Survey	47	0	47
6. Nonrepresented Additional Step	26	0	26
7. Retain FY 2007 Pay Increase (1.6%)	30	0	30
Policy -- Comp Total	185	0	185
Total 2007-09 Biennium	3,783	0	3,783
Fiscal Year 2008 Total	1,876	0	1,876
Fiscal Year 2009 Total	1,907	0	1,907

Comments:

- | | |
|--|---|
| <p>1. Increase in Board Members - Funding is provided to implement Chapter 362, Laws of 2007 (HB 1220), which increases the Board's membership by two additional members.</p> <p>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.</p> <p>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.</p> <p>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.</p> <p>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.</p> <p>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</p> | <p>least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.</p> <p>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)</p> |
|--|---|

Department of Veterans' Affairs

(Dollars in Thousands)

	NGF-S	Other	Total
2005-07 Expenditure Authority	21,464	69,315	90,779
2007 Supplemental *	662	961	1,623
Total 2005-07 Biennium	22,126	70,276	92,402
2007-09 Maintenance Level	19,465	77,357	96,822
Policy Changes - Non-Comp			
1. Veterans' Enhancement Project	1,346	0	1,346
2. Veterans' Conservation Corp 07-09	1,340	0	1,340
3. Eastern Washington Cemetery	0	206	206
4. Services to Veterans and Families	250	0	250
5. Nursing Home Health and Safety	1,704	0	1,704
6. Transitional Housing and Employment	612	711	1,323
7. Veteran-Owned Businesses	35	0	35
Policy -- Non-Comp Total	5,287	917	6,204
Policy Changes - Comp			
8. Revise Pension Gain-Sharing	-107	0	-107
9. Nonrepresented Staff Health Benefit	87	0	87
10. Nonrepresented Salary Increase	489	0	489
11. Nonrepresented Salary Survey	190	0	190
12. Nonrepresented Class Consolidation	28	0	28
13. Nonrepresented Additional Step	117	0	117
14. Retain FY 2007 Pay Increase (1.6%)	205	0	205
15. WFSE Collective Bargaining	3,504	0	3,504
16. Coalition Collective Bargaining	2,651	0	2,651
Policy -- Comp Total	7,164	0	7,164
Total 2007-09 Biennium	31,916	78,274	110,190
Fiscal Year 2008 Total	15,590	38,692	54,282
Fiscal Year 2009 Total	16,326	39,582	55,908

Comments:

1. **Veterans' Enhancement Project** - The Department of Veterans' Affairs (DVA) and the Department of Social and Health Services (DSHS) are collaborating to identify clients who are currently served by DSHS programs who could qualify for more robust veterans' benefits administered by the U.S. Department of Veterans' Affairs (VA). This collaborative effort will result in savings to DSHS programs as the clients are served by the VA. (General Fund-State, General Fund-Federal)
2. **Veterans' Conservation Corp 07-09** - Funds are provided to expand the Veterans' Conservation Corps (VCC) in accordance with Chapter 451, Laws of 2007 (2SSB 5164). The expanded program will provide training and certification for veterans as well as conservation work. Funding assumes participation of 30-40 veterans per year and covers the cost of educational stipends, contracts, and administration. Of the total \$1.3 million, \$340,000 in funding is to continue the VCC program begun in the 2005-07 biennium.
3. **Eastern Washington Cemetery** - Funding is provided for Chapter 43, Laws of 2007 (HB 1292). A cemetery director will lead the Eastern Washington State Veterans' Cemetery project during the design and construction phase in the 2007-09 biennium, and continue through the commencement of operations in the 2009-11 biennium. (Veterans' Stewardship Account-Non-Appropriated)
4. **Services to Veterans and Families** - The DVA Post Traumatic Stress Disorder Outreach and Counseling Program is continued to meet the demand for services for veterans returning from the Iraq and Afghanistan conflicts. Funding is also provided for the second year of outreach for the community-based network for returning Iraq and Afghanistan Reserve units and for the "Operation Military Kids" initiative for school-based outreach for children in military families.
5. **Nursing Home Health and Safety** - Funding allows staffing levels to meet federal hours of care requirements in Washington's three veterans' homes. The 15.4 new FTEs will help meet the VA staffing requirement of 2.5 nursing care hours per resident per day.
6. **Transitional Housing and Employment** - A transitional housing program for homeless veterans is established on the Retsil Veterans' Home campus to support veterans in their transition to independent living. Funding for the program will serve up to 40 veterans through assessment, treatment,

Department of Veterans' Affairs

vocational training and education, and re-integration into the community. This activity requires an increase of 4.5 FTEs. (General Fund-State, General Fund-Federal, General Fund-Private/Local)

7. **Veteran-Owned Businesses** - One-time funding is provided to implement Chapter 11, Laws of 2007 (SB 5253). The Department will develop a list and website of veteran-owned businesses and create a decal for such businesses.
8. **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.
9. **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.
10. **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.
11. **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.
12. **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.
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. **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.

16. **Coalition Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the state employee Coalition. 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.

Home Care Quality Authority

(Dollars in Thousands)

	NGF-S	Other	Total
2005-07 Expenditure Authority	2,127	1,167	3,294
2007-09 Maintenance Level	2,878	0	2,878
Policy Changes - Non-Comp			
1. Individ Provider Home Care Worker	185	0	185
2. Consumer Training	114	0	114
3. Referral Registry Operations	250	0	250
Policy -- Non-Comp Total	549	0	549
Policy Changes - Comp			
4. Revise Pension Gain-Sharing	-1	0	-1
5. Nonrepresented Staff Health Benefit	3	0	3
6. Nonrepresented Salary Increase	22	0	22
7. Retain FY 2007 Pay Increase (1.6%)	10	0	10
Policy -- Comp Total	34	0	34
Total 2007-09 Biennium	3,461	0	3,461
Fiscal Year 2008 Total	1,721	0	1,721
Fiscal Year 2009 Total	1,740	0	1,740

Comments:

1. **Individ Provider Home Care Worker** - Pursuant to the 2007 interest arbitration award to the approximately 23,000 individuals who contract with the state to provide publicly-funded home care services to persons with disabilities and the elderly, funding is provided to the Home Care Quality Authority for mentoring services. Funding will cover differential pay of \$1.00 per hour for individual providers serving as mentors, and expand the mentoring program to additional Referral and Worksource Resource Centers.
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.
2. **Consumer Training** - Funding is provided to train persons with disabilities and elderly clients who receive publicly-funded home care services and who employ individual providers. This training will improve recruitment and retention of home care workers. Training in effective management and employer rights will be delivered by trained peer consumer/employers or advocacy groups in either a classroom or in-home environment.
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.
3. **Referral Registry Operations** - State funding is provided to continue the operation of four Referral and Workforce Resource Centers (RWRCs) that were previously funded under a Centers for Medicare and Medicaid grant, which expires in FY 2007. The RWRCs assist in placement of individual providers on the referral registry, provide 24-hour support, translation, and consumer/employer training for persons with disabilities and the elderly.
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)
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.

Department of Health

(Dollars in Thousands)

	NGF-S	Other	Total
2005-07 Expenditure Authority	179,555	734,544	914,099
2007 Supplemental *	1,752	-9,357	-7,605
Total 2005-07 Biennium	181,307	725,187	906,494
2007-09 Maintenance Level	193,003	733,940	926,943
Policy Changes - Non-Comp			
1. Improve Chronic Care	358	0	358
2. Lcl Hlth Assessment Fed Rev Loss	215	-487	-272
3. Molecular Lab Federal Rev Loss	166	-166	0
4. Childhood Vaccines	16,649	0	16,649
5. Eliminate Disciplinary Case Backlog	0	1,985	1,985
6. Farmer's Market Nutrition Program	100	0	100
7. Hospital Acquired Infections	1,029	0	1,029
8. Family Planning Services	5,000	0	5,000
9. Sex Education	75	0	75
10. Licensing of Ambulatory Surg Cntrs	182	6	188
11. Pesticide Drift	538	0	538
12. Lead Surveillance Program	0	244	244
13. Dental Professions	0	877	877
14. Nonambulatory Persons	103	0	103
15. Cardiac Care Services	222	0	222
16. Lead Poisoning Prevention	580	0	580
17. Specialty Hospitals	0	58	58
18. Health Care Facility Certifications	0	201	201
19. Massage Therapy	0	55	55
20. Newborn Screening Fees	500	-462	38
21. Puget Sound Partnership	78	224	302
22. Hepatitis C Strategic Plan	400	0	400
23. STD Screening & Treatment	824	0	824
24. Lifelong AIDS Alliance Funding	1,100	0	1,100
25. Medical Information	0	1,721	1,721
26. Medical Nutritional Therapy	500	0	500
27. Metabolic Treatment Program	260	-260	0
28. Midwifery Fees	175	0	175
29. Neurodevelopmental Centers	1,290	0	1,290
30. Pandemic Flu Preparedness	1,000	0	1,000
31. Local Public Health Funding	20,000	0	20,000
32. Registered Counselor Review	0	147	147
33. Continue Autism Task Force	100	0	100
34. Animal Massage Practitioners	0	142	142
35. Athletic Trainers	0	174	174
36. Health Profession Licensing Fees	15	35	50
37. Physical Therapist Assistants	0	75	75
38. Medical Use of Marijuana	94	0	94
39. Expand Reclaimed Water Uses	179	0	179
40. Wastewater Onsite/Shellfish Survey	2,390	600	2,990
41. Governor Veto	0	-224	-224
Policy -- Non-Comp Total	54,122	4,945	59,067
Policy Changes - Comp			
42. Revise Pension Gain-Sharing	-79	-234	-313
43. Nonrepresented Staff Health Benefit	69	221	290
44. Nonrepresented Salary Increase	499	1,455	1,954
45. Nonrepresented Salary Survey	193	674	867
46. Nonrepresented Class Consolidation	8	78	86
47. Nonrepresented Additional Step	88	375	463
48. Retain FY 2007 Pay Increase (1.6%)	209	612	821
49. WFSE Collective Bargaining	3,724	11,239	14,963
50. 1199 Collective Bargaining	257	999	1,256
Policy -- Comp Total	4,968	15,419	20,387

Department of Health

(Dollars in Thousands)

	NGF-S	Other	Total
Total 2007-09 Biennium	252,093	754,304	1,006,397
Fiscal Year 2008 Total	125,385	375,321	500,706
Fiscal Year 2009 Total	126,708	378,983	505,691

Comments:

1. **Improve Chronic Care** - Consistent with Chapter 259, Laws of 2007, Partial Veto (E2SSB 5930), funding is provided to the Department of Health (DOH) to work with the University of Washington to evaluate the costs and benefits of implementing the "Chronic Care Model" for primary care providers treating persons with diabetes or other chronic illnesses, who receive state-funded care through Medicaid, the Basic Health Plan, and the Uniform Medical Plan. The evaluation will provide a cost-benefit analysis of the model on the costs of hospitalizations, length of stay, emergency room use, and outpatient costs.
2. **Lcl Hlth Assessment Fed Rev Loss** - The Department provides support to local health jurisdictions for community health assessments, which entail the collection and analysis of public health data to better understand community needs, through a one-time federal grant that will be discontinued as of September 30, 2007. Funding is provided to offset the loss of federal funds. (General Fund-State, General Fund-Federal)
3. **Molecular Lab Federal Rev Loss** - A Centers for Disease Control (CDC) and Prevention grant provided funding for two advanced microbiologists in the Public Health Laboratories molecular lab who conduct sample testing for the detection of diseases. The CDC funding for this activity ended as of December 31, 2006. Funding is provided to replace the loss of the federal grant. (General Fund-State, General Fund-Federal)
4. **Childhood Vaccines** - The state's universal vaccine program is expanded to include vaccinations recently approved in the federal Vaccines for Children Program. Additional vaccines include rotavirus, a leading cause of childhood diarrhea, and human papilloma virus (HPV), recently discovered as a cause of cervical cancer, for females ages 11-13. (Health Services Account-State)
5. **Eliminate Disciplinary Case Backlog** - Funding is provided in FY 2008 for the DOH Division of Health Systems Quality Assurance to eliminate a backlog of 699 health profession disciplinary cases. (Health Professions Account-State)
6. **Farmer's Market Nutrition Program** - Funding is provided to maintain participation in the Women, Infants, and Children (WIC) Farmers' Market Nutrition Program. The program provides participants with vouchers for fresh fruits and vegetables.
7. **Hospital Acquired Infections** - Funding is provided to implement Chapter 261, Laws of 2007 (2SHB 1106), which requires hospitals to collect data on health care associated infections and release or grant access to this information to DOH. The Department will publish a report, at least annually, beginning December 1, 2009, that compares health-care associated infections at individual hospitals.
8. **Family Planning Services** - Funding is provided for family planning clinics to increase the capacity to provide family planning and reproductive health services to low-income men and women who are not otherwise eligible for services through the DSHS Medical Assistance Program. Additionally, funding will support other clinical or health services associated with sexually transmitted disease testing through the infertility prevention project.
9. **Sex Education** - Funding is provided to implement Chapter 265, Laws of 2007 (ESSB 5297), which requires that the Office of the Superintendent of Public Instruction, in consultation with DOH, develop a list of sexual health curricula that are consistent with the 2005 Guidelines for Sexual Health Information and Disease Prevention.
10. **Licensing of Ambulatory Surg Cntrs** - Funding is provided to implement Chapter 273, Laws of 2007 (ESHB 1414), which establishes licensing and reporting requirements for ambulatory surgical facilities. (General Fund-State, General Fund-Private/Local)
11. **Pesticide Drift** - Funding is provided for DOH to examine airborne pesticide concentration levels in agricultural areas of the state. The Department will contract with the University of Washington (UW) to study organophosphate pesticides and with Washington State University (WSU) to study methylisothiocyanate pesticides.
12. **Lead Surveillance Program** - Funding is provided for a lead surveillance program that will maintain a registry of all blood lead tests of children, provide environmental investigations of homes with lead poisoning, and assure that lead-poisoned children receive appropriate follow-up. The program will also provide data to interested parties, distribute informational brochures for public education, provide support for childhood lead testing of disadvantaged children, and provide technical assistance to local health staff and the public. (State Toxics Control Account-State)
13. **Dental Professions** - Funding is provided to implement Chapter 269, Laws of 2007 (SHB 1099), which establishes dental assistants and expanded function dental auxiliaries as new health professions to be regulated by the Dental Quality Assurance Commission. (Health Professions Account-State)
14. **Nonambulatory Persons** - Funding is provided to implement Chapter 305, Laws of 2007 (SHB 1837), which authorizes the use of non-ambulance vehicles to transport individuals in a

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stretcher when their personal mobility aid cannot be adequately secured in the vehicle and directs DOH to develop guidelines relating to appropriate situations for a non-ambulance vehicle to transport individuals who rely upon personal mobility aids and methods for properly securing personal mobility aids and determining whether or not they are adequately secured.

15. **Cardiac Care Services** - Funding is provided for Chapter 440, Laws of 2007 (SHB 2304), which requires the Department to adopt certificate of need criteria relating to the performance of percutaneous coronary interventions at hospitals that do not provide on-site cardiac surgery.
16. **Lead Poisoning Prevention** - Funding is provided to DOH for public service announcements regarding childhood lead poisoning, information pamphlets, rule development, and for early identification of persons at risk of having elevated blood-lead levels, which includes systematically screening children under six years of age and other target populations identified by the Department.
17. **Specialty Hospitals** - Funding is provided to implement Chapter 102, Laws of 2007 (SB 5398), which establishes licensing requirements for specialty hospitals related to services for low-income patients, emergency services, and financial disclosure. (General Fund-Private/Local)
18. **Health Care Facility Certifications** - Funding is provided to implement Chapter 279, Laws of 2007 (SHB 2087), which authorizes DOH to assess fees for the certification and recertification of health care facilities when the federal government does not provide sufficient funding to cover all certifications and recertifications. (General Fund-Private/Local)
19. **Massage Therapy** - Funding is provided for Chapter 272, Laws of 2007 (SHB 1397), which defines "intraoral massage" and permits licensed massage therapists to obtain an endorsement to perform intraoral massage after completing required training. (Health Professions Account-State)
20. **Newborn Screening Fees** - State funding is transferred from the DSHS Medical Assistance Program to DOH to offset the expected loss of fee-revenues for specialty clinics that provide treatment services for children diagnosed with certain inheritable or metabolic disorders. Revenues from a portion of newborn screening fees are reduced from \$6.60 per infant to \$3.50 per infant in accordance with Chapter 259, Laws of 2007, Partial Veto (E2SSB 5930). The authority to collect the remaining \$3.10 fee was also set to expire June 30, 2007, under current law. (General Fund-State, General Fund-Private/Local)
21. **Puget Sound Partnership** - Funding is provided to implement Chapter 341, Laws of 2007 (ESSB 5372), which creates the Puget Sound Partnership and directs DOH to administer the Shellfish On-site Sewage Grant Program in Puget Sound and Pacific and Grays Harbor Counties. The Department will provide funds to local health jurisdictions to be used as grants or loans to individuals for improving their on-site sewage systems. The Governor vetoed the Oyster Reserve Land Account appropriation for the grant program. (See Governor Veto item below.) (General Fund-State, Oyster Reserve Land Account-State)
22. **Hepatitis C Strategic Plan** - Funding is provided for activities related to the Washington State Hepatitis C Strategic Plan, which includes testing and counseling individuals who test positive for hepatitis C, educating the public on ways to prevent transmission, and epidemiologic support.
23. **STD Screening & Treatment** - Funding is provided to increase the Department's efforts to detect and treat chlamydia and gonorrhea, with the goal of preventing the spread of these diseases and their complications. About one-third of evaluated cases of infertility are attributed to sexually-transmitted diseases (STDs). Chlamydia and gonorrhea can lead to infertility if left untreated. Funding is provided to test and treat up to 18,000 high-risk people for these diseases.
24. **Lifelong AIDS Alliance Funding** - One-time funding is provided to the Lifelong AIDS Alliance of King County to replace lost federal funding.
25. **Medical Information** - In accordance with E2SSB 5930, DOH will contract with UW so that licensed physicians, physician assistants, osteopathic physicians, osteopathic physicians' assistants, naturopaths, podiatrists, chiropractors, psychologists, registered nurses, optometrists, mental health counselors, massage therapists, clinical social workers, and acupuncturists in the state may have access to online journals, research databases, and other materials through the UW Health Sciences Library. Practitioners will pay an additional \$25 annual licensing fee for this benefit. (Health Professions Account-State)
26. **Medical Nutritional Therapy** - Funding is provided to the Lifelong AIDS Alliance of King County to expand the use of medical nutrition therapy, which coordinates the nutritional needs and medications of clients with HIV/AIDS and other low-income clients with chronic illnesses.
27. **Metabolic Treatment Program** - Funding is provided to replace the loss of federal reimbursements for metabolic treatment products. Metabolic treatment products are nutritional supplements that treat disease and prevent the adverse affects of disease for people with certain inherited conditions. These products are provided to the approximately 150 patients who are born with disabling or life threatening conditions in Washington each year. (General Fund-State, General Fund-Federal)
28. **Midwifery Fees** - Funding is provided to maintain the fees charged to midwives for initial and renewed licenses to \$450 per year for the period from July 1, 2007, through June 30, 2008.
29. **Neurodevelopmental Centers** - One-time funding is provided for the Neurodevelopmental Center System, which provides therapy and medical services for young, low-income children with developmental disabilities. Services provided at

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neurodevelopmental centers include speech, occupational, and physical therapy.

30. **Pandemic Flu Preparedness** - Funding is provided to purchase and store antiviral medications to be used in accordance with the state pandemic influenza response plan. Antivirals will be purchased from the U.S. Department of Health and Human Services in order to take advantage of federal subsidies.
31. **Local Public Health Funding** - Public health services in Washington are provided by DOH and 35 local health jurisdictions. Increased funding in the amount of \$20 million is provided for local health jurisdictions to address core public health functions of statewide significance, including services related to communicable diseases, public health emergencies, the prevention of and management of chronic disease, promotion of healthy families and children, health assessment, and environmental health concerns. Each year local health jurisdictions will receive the greater of: (a) \$100,000; or (b) a base level of funding of \$75,000, plus a per capita amount, for a jurisdiction with a population of 400,000 persons or fewer or a base level of funding of \$25,000, plus a per capita amount, for a jurisdiction with a population greater than 400,000. (Health Services Account-State)
32. **Registered Counselor Review** - Funding is provided for DOH to convene a work group to develop recommendations regarding the need to regulate those individuals currently registered with the Department as counselors. The Department will submit the recommendations of the work group to the Legislature and Governor by November 15, 2007. Based on the recommendations of the work group, DOH will draft credentialing guidelines for all registered counselors by January 1, 2008. (Health Professions Account-State)
33. **Continue Autism Task Force** - Funding is provided to continue the Autism Task Force established by Chapter 259, Laws of 2005 (SB 5311), through June 30, 2008. The task force shall prioritize and estimate the costs of its December 2006 recommendations and report back to the Legislature and Governor by December 1, 2007. The task force will also compile information for and draft the "Washington Service Guidelines for Individuals with Autism - Birth Through Lifespan" book described in their recommendations. Funding to print and distribute the book will come from federal or private sources.
34. **Animal Massage Practitioners** - Funding is provided to implement Chapter 70, Laws of 2007 (ESSB 5403), which creates the profession of certified animal massage practitioner and prescribes the instructional and competency evaluation requirements for certification in large or small animal massage. The Secretary of Health is authorized to adopt rules, establish fees, approve education and training programs, and approve or deny certifications. (Health Professions Account-State)
35. **Athletic Trainers** - Funding is provided to implement Chapter 253, Laws of 2007 (SSB 5503), which establishes athletic trainers as a new health profession to be regulated by the Secretary of Health. "Athletic training" is defined to include: risk management and prevention of athletic injuries; recognition, evaluation, assessment, and immediate care of athletic injuries; treatment and rehabilitation of athletic injuries; and the referral of an athlete to appropriately licensed health care providers. (Health Professions Account-State)
36. **Health Profession Licensing Fees** - One-time funding is provided to the Department for an evaluation of the economic benefits of maintaining a midwifery licensure and regulatory program, including a review of existing research literature on whether these economic benefits exceed the state expenditures to subsidize the cost of the midwifery licensing and regulatory program. The evaluation will also include an assessment of the economic benefits to consumers who elect to have out-of-hospital births with midwives, including any reduced use of procedures that increase the costs of childbirth. The Department will submit the report to the appropriate policy and fiscal committees of the Legislature by January 1, 2008. (General Fund-State, Health Professions Account-State)
37. **Physical Therapist Assistants** - Funding is provided to implement Chapter 98, Laws of 2007 (ESSB 5292), which establishes physical therapist assistants as a health profession licensed by the Secretary of Health and establishes supervisory requirements for physical therapists. (Health Professions Account-State)
38. **Medical Use of Marijuana** - Funding is provided in accordance with Chapter 371, Laws of 2007 (E2SSB 6032), which directs the Department to develop rules defining what constitutes a 60-day supply of marijuana, and report to the Legislature on options for efficiently providing access to medical marijuana.
39. **Expand Reclaimed Water Uses** - Funding is provided for the implementation of Chapter 445, Laws of 2007, Partial Veto (E2SSB 6117), which revises the Reclaimed Water Act to expand the management, conservation, and use of reclaimed water. The Department will work with the Department of Ecology in submitting relevant information on measures taken to facilitate expanded use of reclaimed water, in addition to other activities identified in the legislation.
40. **Wastewater Onsite/Shellfish Survey** - Funding is provided for the implementation of Chapter 343, Laws of 2007 (ESSB 5894), which directs DOH to adopt rules for regulation of large on-site sewage systems, including siting, design, construction, and permitting of the systems. Funding is also provided for continued support to local health jurisdictions to finance the repair and replacement of on-site septic systems for hardship home owners and for the Department to administer the wastewater management and shellfish program, including shellfish monitoring and technical assistance. (General Fund-State, Aquatic Lands Enhancement Account-State)
41. **Governor Veto** - The Governor partially vetoed Section 222 (line 12) of Chapter 522, Laws of 2007, Partial Veto (SHB

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1128), which included an appropriation from the Oyster Reserve Land Account for the purposes of implementing Chapter 341, Laws of 2007 (ESSB 5372), which resulted in the Puget Sound Partnership item described above. While the direct appropriation to DOH to distribute pass-through funding to local health jurisdictions for grants to individuals to improve on-site sewage systems was removed, the Governor directed the Department of Fish and Wildlife to enter into an interagency agreement with DOH for this purpose. (Oyster Reserve Land Account-State)

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

50. **1199 Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the Service Employees' International Union, Local 1199. 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.

42. **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.
43. **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.
44. **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.
45. **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.
46. **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.
47. **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.
48. **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)
49. **WFSE Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the Washington Federation of State

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(Dollars in Thousands)

	NGF-S	Other	Total
2005-07 Expenditure Authority	1,471,915	8,971	1,480,886
2007 Supplemental *	2,626	0	2,626
Total 2005-07 Biennium	1,474,541	8,971	1,483,512
2007-09 Maintenance Level	1,597,725	7,967	1,605,692
Policy Changes - Non-Comp			
1. Correction Worker Trng Expansion	3,873	0	3,873
2. Work Release Facilities	2,083	0	2,083
3. OMNI Adjustment	9,389	0	9,389
4. HRMS Staffing Resources	760	0	760
5. Data Analysis and Accountability	608	0	608
6. Targeted Vendor Rate Increase	3,130	0	3,130
7. Auto Theft	0	1,507	1,507
8. Incarcerated Parents	197	0	197
9. Offender Reentry Initiative	23,862	500	24,362
10. Additional Rental Bed Capacity	10,972	0	10,972
11. Sent Review Board Hearings	174	0	174
12. Stalking Protections	44	0	44
13. Vulnerable Adults	44	0	44
14. Offender Reentry	2,600	0	2,600
Policy -- Non-Comp Total	57,736	2,007	59,743
Policy Changes - Comp			
15. Revise Pension Gain-Sharing	-1,304	-2	-1,306
16. Nonrepresented Staff Health Benefit	1,254	6	1,260
17. Nonrepresented Salary Increase	6,921	34	6,955
18. Nonrepresented Salary Survey	3,504	12	3,516
19. Nonrepresented Agency Request	328	0	328
20. Nonrepresented Class Consolidation	312	0	312
21. Nonrepresented Additional Step	1,739	12	1,751
22. Nonrepresented Shift Differential	31	0	31
23. Retain FY 2007 Pay Increase (1.6%)	2,912	13	2,925
24. WFSE Collective Bargaining	17,677	0	17,677
25. Teamsters' Collective Bargaining	90,011	0	90,011
26. Coalition Collective Bargaining	303	0	303
Policy -- Comp Total	123,688	75	123,763
Total 2007-09 Biennium	1,779,149	10,049	1,789,198
Fiscal Year 2008 Total	861,615	4,788	866,403
Fiscal Year 2009 Total	917,534	5,261	922,795

Comments:

1. **Correction Worker Trng Expansion** - Funding is provided for dedicated training staff to ensure consistent and high-quality training. Training will be provided for an additional 340 corrections officers in FY 2008 and an additional 700 corrections officers in FY 2009 to meet existing demand and to open nearly 2,000 new beds in the 2007-09 biennium.
2. **Work Release Facilities** - Funding is provided for the Department of Corrections to locate and establish two work release centers. The Department will finance the work release centers via a Certificate of Participation (COP). Funding provides debt service on the COP.
3. **OMNI Adjustment** - The Department will not expend its full appropriation for the third and final phase of the Offender Management Network Information (OMNI) project in the 2005-07 biennium. The remaining funds are shifted from FY 2007 to FY 2008 for completion of the project.
4. **HRMS Staffing Resources** - Funding is provided to meet the Department's current level of service in payroll and human resources and to enable the Department to meet the demands of an increasingly complex human resources system.
5. **Data Analysis and Accountability** - Funding is provided for additional research and data analysis staff to collect and analyze data for programs funded through the Offender Reentry

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- Initiative and to collect, analyze, and disseminate information required by the Government Management Accountability and Performance (GMAP) process, performance audits, data requests, and quality assessments and assurances.
6. **Targeted Vendor Rate Increase** - Funding is provided for a vendor rate increase of 3.2 percent in FY 2008 and 2.0 percent in FY 2009 for contractors providing chemical dependency, basic education, and community supervision programs. In addition, funding is provided for a vendor rate increase of 3.7 percent in FY 2008 and 2.8 percent in FY 2009 for community college staff providing educational services which reflects the Initiative 732 cost-of-living adjustments provided to all higher education staff.
 7. **Auto Theft** - Funding is provided to implement Chapter 199, Laws of 2007 (E3SHB 1001), which increases auto theft-related penalties and triple-scores prior offenses for adult offenders, leading to longer sentences. Prior vehicle prowling offenses are counted as prior convictions when calculating an offender's sentence. The bill creates a new crime for making and possessing motor vehicle theft tools. (Washington Auto Theft Prevention Authority Account-State)
 8. **Incarcerated Parents** - Funding is provided to implement Chapter 384, Laws of 2007 (E2SHB 1422), which requires the Department to collect data, develop programs and policies, determine recidivism impact, and participate in the Children of Incarcerated Parents oversight committee.
 9. **Offender Reentry Initiative** - Funding is provided to implement the Offender Reentry Initiative which expands and coordinates programs to target the primary causes of recidivism. The Initiative emphasizes education, workforce skills, and treatment programs that address dependency and mental health issues. The Initiative also provides support services and employment opportunities for offenders leaving prison. These programs are projected to eliminate the need for at least 1,000 prison beds by 2017. (General Fund-State, Cost of Supervision Account-Non-Appropriated)
 10. **Additional Rental Bed Capacity** - Funding is provided for the Department to contract with local governments and tribes for an additional 225 rental beds to address overcrowding of existing bed space and to reflect a gubernatorial directive that does not allow the Department to release an offender who violates the terms of his/her community supervision solely due to bed capacity constraints. It is expected that there will be 15 beds available in Enumclaw, 10 beds in Nisqually, 5 beds in Puyallup, 175 beds in Snohomish County, and 20 beds in Yakima during the 2007-09 biennium.
 11. **Sent Review Board Hearings** - Funding is provided to implement Chapter 363, Laws of 2007 (HB 1592), which increases the minimum term established by the Indeterminate Sentence Review Board (ISRB) for determinate plus offenders who are not released from a maximum of two years to a maximum of five years.
 12. **Stalking Protections** - Funding is provided to implement Chapter 201, Laws of 2007 (SHB 1319), which expands the class of people covered under the stalking statute, at the felony level, to include employees and volunteers of a state or locally operated correctional facility and the ISRB.
 13. **Vulnerable Adults** - Funding is provided to implement Chapter 20, Laws of 2007 (SHB 1097), which expands the crime of rape in the second degree and indecent liberties to include situations in which the perpetrator: (a) has sexual intercourse with a frail elder, a vulnerable adult, or a person with a developmental disability; and (b) was providing transportation, within the course of his or her employment, to the victim at the time of the offense.
 14. **Offender Reentry** - Funding is appropriated for Chapter 483, Laws of 2007 (ESSB 6157). The appropriations include: \$600,000 for the Department to confine offenders up to their remaining sentence following a third violation hearing while on community supervision or following a new felony arrest while on community supervision; \$1.8 million for limiting earned early release to those offenders who participate in programming or activities directed in an offender's individual reentry plan and has not committed a new felony while on community supervision, community placement, or community custody; and \$2100,000 for the Department to conduct an updated community corrections workload study.
 15. **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.
 16. **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.
 17. **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.
 18. **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.
 19. **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.

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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 least one year. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
22. **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.
23. **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)
24. **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.
25. **Teamsters' Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the Teamsters. More detailed information about this item is provided in the highlights for Special Appropriations on page 359.
26. **Coalition Collective Bargaining** - Funding is provided to implement the economic provisions of the collective bargaining agreement negotiated with the state employee Coalition. 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 Corrections

WORKLOAD HISTORY

By Fiscal Year

	2000	2001	2002	2003	2004	2005	2006	Estimated			
	2007	2008	2009								
Community Supervision ^{(1) (2)}											
# Active (Non-Monetary) Offenders	30,871	30,365	33,831	36,765	32,685	29,190	26,466	27,002	27,967	29,302	
% Change from prior year		-1.6%	11.4%	8.7%	-11.1%	-10.7%	-9.3%	2.0%	3.6%	4.8%	
Work Release											
Avg Daily Pop/Month	642	656	654	642	675	657	684	674	734	794	
% Change from prior year		2.2%	-0.4%	-1.8%	5.1%	-2.7%	4.1%	-1.5%	8.9%	8.2%	
Institutions ⁽³⁾											
Avg Daily Pop/Month	13,910	14,386	14,808	15,702	16,061	16,732	17,144	17,387	18,336	19,172	
% Change from prior year		3.4%	2.9%	6.0%	2.3%	4.2%	2.5%	1.4%	5.5%	4.6%	
Average Cost Per Inmate ^{(4) (5)}											
Annual	23,775	24,685	25,447	25,924	26,736	27,193	29,055	30,030	32,409	33,148	
% Change from prior year		3.8%	3.1%	1.9%	3.1%	1.7%	6.8%	3.4%	7.9%	2.3%	

⁽¹⁾ Data reflect average monthly caseloads. These data are not comparable with caseloads published in prior editions of the Legislative Budget Notes, which measured end-of-year caseloads.

⁽²⁾ Accounting issues at the Department of Corrections may have overcounted active caseloads.

⁽³⁾ For FY 2004 through FY 2009, institutional counts include beds rented from other jurisdictions.

⁽⁴⁾ The FY 2005 average cost per inmate does not include funds paid toward the Stamey and Arrasmith lawsuit settlements.

⁽⁵⁾ FY 2005 through FY 2009 average cost per inmate does not include start-up costs for expansion at the Monroe Corrections Center, the Washington State Penitentiary, or the Coyote Ridge Correctional Center.

Data Sources :

Caseload Forecast Council, Department of Corrections, and legislative fiscal staff.

Department of Services for the Blind

(Dollars in Thousands)

	NGF-S	Other	Total
2005-07 Expenditure Authority	4,004	17,235	21,239
2007-09 Maintenance Level	4,050	16,395	20,445
Policy Changes - Non-Comp			
1. Voc Rehab & Employment Services	616	2,432	3,048
2. Children & Family Services	364	0	364
3. Tacoma Rhodes Lease	8	0	8
Policy -- Non-Comp Total	988	2,432	3,420
Policy Changes - Comp			
4. Revise Pension Gain-Sharing	-2	-12	-14
5. Nonrepresented Staff Health Benefit	3	7	10
6. Nonrepresented Salary Increase	19	41	60
7. Retain FY 2007 Pay Increase (1.6%)	8	17	25
8. WFSE Collective Bargaining	136	691	827
Policy -- Comp Total	164	744	908
Total 2007-09 Biennium	5,202	19,571	24,773
Fiscal Year 2008 Total	2,566	9,555	12,121
Fiscal Year 2009 Total	2,636	10,016	12,652

Comments:

1. **Voc Rehab & Employment Services** - Additional state funding is provided to insure that the maximum amount of federal matching funds are available for employment and rehabilitation services. The additional funding should serve another 500 people per year at an average cost of about \$5,700. (General Fund-State, General Fund-Federal)
2. **Children & Family Services** - Funding is provided for the Children and Family Services Program that serves children and their families from birth through age 13 who are blind or visually impaired. An additional 620 families will be served by the end of FY 2009, which will address 60 percent of the identified need.
3. **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.
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. **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.

Sentencing Guidelines Commission

(Dollars in Thousands)

	NGF-S	Other	Total
2005-07 Expenditure Authority	1,731	0	1,731
2007-09 Maintenance Level	1,814	0	1,814
Policy Changes - Comp			
1. Revise Pension Gain-Sharing	-2	0	-2
2. Nonrepresented Staff Health Benefit	9	0	9
3. Nonrepresented Salary Increase	37	0	37
4. Nonrepresented Salary Survey	14	0	14
5. Nonrepresented Additional Step	8	0	8
6. Retain FY 2007 Pay Increase (1.6%)	16	0	16
Policy -- Comp Total	82	0	82
Total 2007-09 Biennium	1,896	0	1,896
Fiscal Year 2008 Total	937	0	937
Fiscal Year 2009 Total	959	0	959

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 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)

Department of Employment Security

(Dollars in Thousands)

	NGF-S	Other	Total
2005-07 Expenditure Authority	120	534,092	534,212
2007 Supplemental *	0	129	129
Total 2005-07 Biennium	120	534,221	534,341
2007-09 Maintenance Level	120	553,768	553,888
Policy Changes - Non-Comp			
1. UI Reemployment Services	0	16,092	16,092
2. High-Risk Server Replacement	0	430	430
3. Online Labor Market Analysis	0	160	160
4. State Choice UI Program	0	12,348	12,348
5. UI Tax Information System (TAXIS)	0	12,054	12,054
6. Tracking Computer Upgrades & Change	0	503	503
7. WorkSource Delivery System Study	0	183	183
8. Research and Data Analysis	0	346	346
9. Enhancing Labor Market Information	0	820	820
10. Self-Employment Program	0	372	372
Policy -- Non-Comp Total	0	43,308	43,308
Policy Changes - Comp			
11. Revise Pension Gain-Sharing	0	-381	-381
12. Nonrepresented Staff Health Benefit	0	170	170
13. Nonrepresented Salary Increase	0	1,203	1,203
14. Nonrepresented Salary Survey	0	210	210
15. Nonrepresented Class Consolidation	0	6	6
16. Nonrepresented Additional Step	0	107	107
17. Retain FY 2007 Pay Increase (1.6%)	0	508	508
18. WFSE Collective Bargaining	0	17,856	17,856
Policy -- Comp Total	0	19,679	19,679
Total 2007-09 Biennium	120	616,755	616,875
Fiscal Year 2008 Total	60	304,935	304,995
Fiscal Year 2009 Total	60	311,820	311,880

Comments:

- | | |
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| <p>1. UI Reemployment Services - Increased funding is provided to the Department of Employment Security (ESD) to continue ongoing services to employers and job seekers. (Administrative Contingency Account-State, Employment Services Administrative Account-State)</p> | <p>program administration have declined as a result of the implementation of the Resource Justification Model. This step funds specific programs that are in place as a result of state legislation. (Unemployment Compensation Administration Account-Federal)</p> |
| <p>2. High-Risk Server Replacement - One-time Reed Act funding is provided to replace servers that have reached the end of their five year replacement cycle. (Unemployment Compensation Administration Account-Federal)</p> | <p>5. UI Tax Information System (TAXIS) - One-time Reed Act funding is provided to begin replacement of the mainframe TAXIS and its ancillary subsystems, which were originally implemented in 1984. ESD has hired a consultant to develop requirements and a feasibility study for UI-tax computer systems. (Unemployment Compensation Administration Account-Federal)</p> |
| <p>3. Online Labor Market Analysis - Funding is provided to support ongoing access to Workforce Explorer, the agency's web-based labor market information delivery system. Because the federal grant dedicated for this program is expected to end in the 2007-09 biennium, funding is provided from the Administrative Contingency Account. (Administrative Contingency Account-State)</p> | <p>6. Tracking Computer Upgrades & Change - One-time Reed Act funding is provided to help ESD manage numerous changes in software, hardware, and telecommunications technology. ESD will purchase a change management tool that provides control and coordination, decreases the technology failures, and increases the Department's productivity. (Unemployment Compensation Administration Account-Federal)</p> |
| <p>4. State Choice UI Program - One-time Reed Act funding is provided to administer state policy-driven unemployment insurance (UI) program costs. The federal funds for the UI</p> | |

Department of Employment Security

7. **WorkSource Delivery System Study** - One-time Reed Act funding is provided to conduct a feasibility study that comprehensively assesses all of the business systems that support the WorkSource delivery system. (Unemployment Compensation Administration Account-Federal)
8. **Research and Data Analysis** - The budget provides funding for additional statistical analysis of agency programs and processes to support management decision-making capacity. (Administrative Contingency Account-State)
9. **Enhancing Labor Market Information** - The budget provides \$608,000 in funding to increase the number of regional labor economists conducting labor market analysis. Additional funding of \$212,000 is provided on a one-time basis to improve the Department's distribution of labor market and other economic data. Information is currently organized by topic. An on-line tool will automatically update area-specific data to provide decision makers with more reliable, timely, and useful regional workforce and economic information. The Department of Information Services will consult with ESD regarding the on-line tool's development. (Administrative Contingency Account-State)
10. **Self-Employment Program** - Funding is provided to implement Chapter 248, Laws of 2007 (SSB 5653). The bill directs the Department to implement a Self-Employment Assistance Program. The Department must report on the performance of the Self-Employment Assistance Program by December 1, 2011. (Administrative Contingency Account-State)
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.
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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 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.
16. **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.
17. **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)
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* Please see the 2007 Supplemental Operating Budget Section for additional information.

