

Other Human Services

Department of Corrections

A total of \$1.8 billion is provided for the Department of Corrections (DOC) to incarcerate and supervise offenders in the 2009-11 biennium. This represents an increase of \$12.5 million (0.7 percent) in corrections spending from the 2007-09 biennium, and savings of \$134.3 million (7.0 percent) from the 2009-11 maintenance level. The savings are primarily related to policy changes that reduce the offender populations in prisons and community supervision. The major policy changes include:

- \$47.8 million in savings from changes to the supervision of offenders. Chapter 375, Laws of 2009, Partial Veto (ESSB 5288), removes the requirement that DOC supervise certain felony offenders whose risk assessment places them in a category of low or moderate risk; eliminates supervision of certain misdemeanor offenders; and replaces the community custody ranges with fixed terms of 36 months for serious violent offenders and sex offenders, 18 months for violent offenders, and 12 months for other offenders.
- \$11.2 million in assumed savings by offering home detention instead of jail as an alternative sanction for community custody violators. The savings are based on the assumption that 25 percent of violators in jails would be sanctioned to home detention instead of jail. The budget assumes reduced demand for 331 jail beds for violators.
- \$11.1 million in savings from the expansion of the Drug Offender Sentencing Alternative (DOSA) program. The budget assumes reduced demand for 386 prison beds in fiscal year 2010 and 507 beds in fiscal year 2011 is achieved by expansion of the DOSA program.
- \$8.3 million in savings from the Offender Re-entry Program. In the 2007-09 biennium, the Legislature provided an additional investment of \$30.5 million for programs that prepare adult offenders for re-entry. The budget reduced total funding but maintains funding for the investments in evidence-based programs that target education, chemical dependency treatment, and mental health treatment.
- \$3.3 million in savings related to Chapter 431, Laws of 2009 (SB 6167), which increases the dollar threshold values for property crimes. The budget assumes reduced demand for 385 prison beds is achieved from the property threshold changes.
- \$4.1 million net savings from implementation of Chapter 455, Laws of 2009, Partial Veto (SB 5525), which provides for housing vouchers or partial confinement for offenders that are held in prison beyond their earned release date due to the lack of an approved release plan. The budget assumes reduced demand for 278 prison beds.
- \$1.9 million in savings from the implementation of Chapter 441, Laws of 2009 (EHB 2194), related to the expansion of the offender medical placement program. The budget assumes reduced demand for 44 prison beds. Savings from no longer serving these individuals in DOC are used to pay for long-term care placements and medical services in the community.
- \$8.3 million in savings from the early deportation of all eligible non-citizen drug and property offenders, consistent with Substitute House Bill 2188 and Engrossed Senate Bill 6183 (Early Deportation of Offenders). The budget assumes reduced demand for 362 prison beds. *These bills did not pass in the 2009 regular session.*
- \$375,000 in savings from changes to the sentence grid consistent with Substitute Senate Bill 6160 (Sentence Discretion). The budget assumes reduced demand for 134 prison beds. *This bill did not pass in the 2009 regular session.*

The Office of Financial Management will conduct a study of the feasibility of closing DOC institutions/facilities, Juvenile Rehabilitation Administration institutions, and residential habilitation centers operated by DSHS. With the declining prison population as a result of sentencing legislation, DOC is assumed to be able to close a major institution, minor institutions, or housing units. The study assumes closures to result in the elimination of 1,580 prison beds. The budget for DOC assumes savings in the 2009-11 biennium of \$12 million from facility closures. The report is due to the Governor and the Legislature on November 1, 2009.

Department of Employment Security

The budget suspends the development of the Family Leave Insurance program computer system as a result of the program's suspension. This saves the state \$6 million over the next two years.

The budget makes available \$32 million in federal unemployment monies to replace the existing insurance tax information system with modern tax administration technology.

Department of Veterans' Affairs

The Washington Department of Veterans' Affairs (DVA) operates three homes that provide long-term health care for honorably discharged veterans – and in some instances, their spouses – who are disabled and indigent, or likely to become indigent due to the cost of their health care. The homes are: the Washington Veterans' Home at Retsil, the Washington Soldiers' Home and Colony at Orting, and the Spokane Veterans' Home. In addition, the agency manages several state and federal programs providing support and services to service men and women. The 2009-11 budget provides \$20.1 million General Fund-State (\$110.2 million all funds) for DVA operations.

Several budget items reduce state funding for DVA programs, but, with the exception of reductions in administrative operations, the reductions are a funding shift between state and federal resources.

Additional funding is provided for several items:

- \$261,000 General Fund-State (\$642,000 all funds) is provided to support the Eastern Washington Veterans' Cemetery. The Cemetery will open Memorial Day 2010.
- \$500,000 General Fund-State is provided in one-time support of the Veterans Innovations Program.

The amount of \$200,000 General Fund-State is provided in one-time support of the replacement of the phone system at the Washington Soldiers' Home and Colony at Orting.

Department of Labor and Industries

The budget provides \$10.9 million for an early workers' compensation claims computer system and services intended to reduce claim processing time from the date of an occupational injury to the workers' receipt of their first time-loss check by 15 percent.

Health Care Authority

The budget reduces Basic Health Plan program expenditures by \$255.2 million or 43 percent for the 2009-11 biennium. The Health Care Authority will streamline administrative procedures and adjust benefit design and cost sharing in order to maximize enrollment within the funding provided. Enrollment is reduced to approximately 65,000 people by January 1, 2010, and for the remainder of the biennium. Reductions in enrollment levels will be carried out in accordance with the disenrollment criteria developed pursuant to Chapter 568, Laws of 2009 (SHB 2341).

A savings of \$11.8 million in state funds is achieved through the discontinuation of funding for the Health Insurance Partnership (HIP). HIP was created during the 2007 legislative session as a public-private partnership

to promote small employers' participation in funding health care for their employees, including the provision of state subsidies. In accordance with Chapter 257, Laws of 2009 (SHB 2052), enrollment in HIP is delayed until no earlier than January 2011 contingent upon sufficient state or federal funding for the program.

Department of Health

A savings of \$55.3 million in state funds is achieved through changes to the state's immunization program. State funding for universal coverage of the human papillomavirus (HPV) vaccine is discontinued effective July 1, 2009. State funding to support the universal purchase program for all other vaccines is discontinued as of May 1, 2010, or earlier if state funds are exhausted before this date. At this time, the vaccine program will transfer to Vaccines for Children (VFC) + Underinsured status that allows federal funds to cover low-income children in Medicaid and other state-funded health care programs. The Department of Health will use existing 317 Direct Assistance (DA) funds as well as those that may become available pursuant to the American Recovery and Reinvestment Act of 2009 to provide continued coverage of those low-income children who do not qualify for the VFC program.

A savings of \$4.0 million in state funds is achieved through a reduction to the local public health enhancement funding provided in the 2007 legislative session. Tobacco Prevention and Control Account funds are used on a one-time basis to fund the remaining \$16 million of this public health enhancement. In order to fund this enhancement, tobacco prevention public awareness campaigns, such as television and radio advertisements, are suspended for the 2009-11 biennium. An additional one-time savings of \$6 million is achieved by reducing tobacco prevention expenditure authority to the level of actual spending in fiscal year 2008.

Washington State Health Care Authority

(Dollars in Thousands)

	NGF-S	Other	Total
2007-09 Expenditure Authority	575,310	194,924	770,234
2009 Supplemental *	-13,208	-49	-13,257
Total 2007-09 Biennium	562,102	194,875	756,977
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2009-11 Maintenance Level	664,476	215,004	879,480
Policy Changes - Non-Comp			
1. Moore Case Litigation	25	0	25
2. Reduce Basic Health Plan	-222,438	-13,668	-236,106
3. Health Insurance Partnership Elim	-11,834	0	-11,834
4. Quality Forum - Elimination	-1,288	0	-1,288
5. Domestic Partners/WSPRS	0	200	200
6. LEOFF 2 Domestic Partners	0	200	200
7. Dental Residency Program	-1,204	0	-1,204
8. Federal COBRA Subsidy Admin	0	207	207
9. Health Data Information Technology	600	1,802	2,402
10. Program Support Account Alignment	-3,782	3,443	-339
11. Discontinue Dual Medicaid	-32,728	-4,821	-37,549
12. Basic Health Plan Adm Reduction	-3,600	0	-3,600
13. Community Collaboratives Grants	500	0	500
Policy -- Non-Comp Total	-275,749	-12,637	-288,386
Policy Changes - Comp			
14. Employee Health Insurance	134	144	278
15. Actuarial Method Changes-State	-428	-464	-892
Policy -- Comp Total	-294	-320	-614
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Total 2009-11 Biennium	388,433	202,047	590,480
Fiscal Year 2010 Total	206,295	104,308	310,603
Fiscal Year 2011 Total	182,138	97,739	279,877

Comments:

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| <p>1. Moore Case Litigation - Funding is provided to pay for Attorney General legal services for the Moore v. Health Care Authority (HCA) case concerning part-time employees' health benefit eligibility.</p> <p>2. Reduce Basic Health Plan - Funding for the Basic Health Plan (BHP) is reduced by 37 percent in the 2009-11 biennium. HCA will streamline administrative procedures and adjust benefit design and cost sharing to allow for the enrollment of as many people as possible with the reduced funds. Enrollment is reduced to approximately 65,000 people by January 1, 2010, and for the remainder of the biennium. Reductions in enrollment levels shall be carried out in accordance with the disenrollment criteria developed pursuant to Chapter 568, Laws of 2009 (SHB 2341). (General Fund-State, Basic Health Plan Trust Account)</p> <p>3. Health Insurance Partnership Elim - The Health Insurance Partnership (HIP) was created during the 2007 legislative session as a public-private partnership to promote small employers' participation in funding health care for their employees. Both low-income and non-low-income employees and their dependents were to receive coverage, but most of the</p> | <p>state costs would have come from subsidies for low-income workers and their dependents. In accordance with Chapter 257, Laws of 2009 (SHB 2052), enrollment in HIP is delayed until no earlier than January 2011 contingent upon sufficient state or federal funding for the program.</p> <p>4. Quality Forum - Elimination - Funding for the Quality Forum is eliminated. The Quality Forum was established pursuant to Chapter 259, Laws of 2007, Partial Veto (E2SSB 5930), for the purpose of facilitating the collection, evaluation, and dissemination of health care data.</p> <p>5. Domestic Partners/WSPRS - Funding is provided for HCA to make revisions to the administrative systems and train staff as necessary to implement changes to the rights of domestic partners of members of the Washington State Patrol Retirement System (WSPRS) pursuant to Chapter 522, Laws of 2009 (ESHB 1445). (Health Care Authority Administrative Account-State)</p> <p>6. LEOFF 2 Domestic Partners - Funding is provided for HCA to make revisions to the administrative systems and train staff as necessary to implement changes to the rights of domestic</p> |
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Washington State Health Care Authority

partners of members of the Law Enforcement Officers' and Fire Fighters' (LEOFF) Retirement System pursuant to Chapter 523, Laws of 2009 (EHB 1616). (Health Care Authority Administrative Account-State)

plan design in order to provide benefits within available funding. (various funds)

15. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

* Please see the 2009 Supplemental Operating Budget Section for additional information.

7. **Dental Residency Program** - Funding for the dental residency program is reduced by eliminating initial implementation costs. The program will continue to maintain statewide operations. The dental residency program funds residencies in non-teaching hospital settings that treat low-income patients.
8. **Federal COBRA Subsidy Admin** - Funding is provided for the management of the federal subsidy program for COBRA health benefits. (Health Care Authority Administrative Account-State)
9. **Health Data Information Technology** - During the 2007-09 biennium, HCA implemented two health technology projects: Health Record Banks (HRB) pilot project and Electronic Medical Records (EMR) grants. State funds are provided for the HRB pilot project and the EMR grants for FY 2010. HCA is encouraged to seek federal funding through the American Recovery and Reinvestment Act of 2009, the federal stimulus act, for the program for FY 2011. (General Fund-State, General Fund-Federal)
10. **Program Support Account Alignment** - A maintenance level increase in Near General Fund-State to support increased workload due to activities related to HIP and the Quality Forum is eliminated since these programs are either delayed or eliminated for the 2009-11 biennium. (General Fund-State, Health Care Authority Administrative Account-State)
11. **Discontinue Dual Medicaid** - HCA will no longer allow individuals to be simultaneously enrolled in both Department of Social and Health Services Medical Assistance and BHP coverage, pursuant to Chapter 568, Laws of 2009 (SHB 2341).
12. **Basic Health Plan Adm Reduction** - BHP administrative expenditures are reduced in accordance with reductions to the BHP caseload.
13. **Community Collaboratives Grants** - Funding is provided pursuant to Chapter 299, Laws of 2009, Partial Veto (SSB 5360), which continues the Community Health Care Collaborative grant program. The grant program is intended to further efforts of community-based coalitions that address access to medical treatment, the efficient use of health care resources, and/or quality of care. Organizations will provide at least two dollars in matching funds for each community health care collaborative grant dollar awarded.
14. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or

Washington State Health Care Authority

WORKLOAD HISTORY

By Fiscal Year

	2002	2003	2004	2005	2006	2007	2008	Estimated		
								2009	2010	2011
Basic Health Plan										
Subsidized Enrollees	123,730	128,937	103,452	99,807	100,444	102,118	104,792	103,762	71,449	65,000
% Change from prior year		4.2%	-19.8%	-3.5%	0.6%	1.7%	2.6%	-1.0%	-31.1%	-9.0%

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 2002 through FY 2008 from the Health Care Authority.

FY 2009 through FY 2011 are estimates from legislative fiscal staff.

Human Rights Commission

(Dollars in Thousands)

	NGF-S	Other	Total
2007-09 Expenditure Authority	7,076	1,523	8,599
2009 Supplemental *	-119	200	81
Total 2007-09 Biennium	6,957	1,723	8,680
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2009-11 Maintenance Level	7,109	1,336	8,445
Policy Changes - Non-Comp			
1. Agency Wide Reduction	-1,192	0	-1,192
2. Governor-Directed Freeze	-230	0	-230
Policy -- Non-Comp Total	-1,422	0	-1,422
Policy Changes - Comp			
3. Employee Health Insurance	25	13	38
4. Actuarial Method Changes-State	-96	-50	-146
Policy -- Comp Total	-71	-37	-108
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Total 2009-11 Biennium	5,616	1,299	6,915
Fiscal Year 2010 Total	2,802	668	3,470
Fiscal Year 2011 Total	2,814	631	3,445

Comments:

1. **Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.
2. **Governor-Directed Freeze** - Funding is reduced by assuming savings achieved by the freeze on new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities.
3. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
4. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

* Please see the 2009 Supplemental Operating Budget Section for additional information.

Board of Industrial Insurance Appeals

(Dollars in Thousands)

	NGF-S	Other	Total
2007-09 Expenditure Authority	0	35,953	35,953
2009 Supplemental *	0	158	158
Total 2007-09 Biennium	0	36,111	36,111
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2009-11 Maintenance Level	0	37,362	37,362
Policy Changes - Comp			
1. Employee Health Insurance	0	128	128
2. Actuarial Method Changes-State	0	-564	-564
Policy -- Comp Total	0	-436	-436
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Total 2009-11 Biennium	0	36,926	36,926
Fiscal Year 2010 Total	0	18,436	18,436
Fiscal Year 2011 Total	0	18,490	18,490

Comments:

1. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

2. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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Washington State Criminal Justice Training Commission

(Dollars in Thousands)

	NGF-S	Other	Total
2007-09 Expenditure Authority	37,450	12,930	50,380
2009 Supplemental *	-144	0	-144
Total 2007-09 Biennium	37,306	12,930	50,236
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2009-11 Maintenance Level	40,020	14,652	54,672
Policy Changes - Non-Comp			
1. Drug TF Funds Shifted to Commerce	-3,150	0	-3,150
2. Mandatory Workload Adjustments	3,796	0	3,796
3. Eliminate Crackdown Program	-400	0	-400
4. Reduce Criminal Street Gangs	-1,500	0	-1,500
5. Crisis Intervention Reduction	-576	0	-576
6. Reduction to Auto Theft Prevention	0	-8,000	-8,000
7. Developmentally Disabled Offenders	30	0	30
8. National Incident Based Reporting	54	0	54
9. Basic Law Enforcement Academy	750	0	750
10. Corrections Personnel	-26	0	-26
11. Administrative Reduction	-475	0	-475
12. WASPC Admin Reduction	-100	0	-100
Policy -- Non-Comp Total	-1,597	-8,000	-9,597
Policy Changes - Comp			
13. Employee Health Insurance	31	0	31
14. Actuarial Method Changes-State	-132	0	-132
Policy -- Comp Total	-101	0	-101
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Total 2009-11 Biennium	38,322	6,652	44,974
Fiscal Year 2010 Total	19,146	3,326	22,472
Fiscal Year 2011 Total	19,176	3,326	22,502

Comments:

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| <p>1. Drug TF Funds Shifted to Commerce - Funding for drug task forces (TF) is transferred to the Department of Commerce and will be combined with current funding for competitive grants to fund multi-jurisdictional drug task forces.</p> | <p>Chiefs (WASPC) to administer local law enforcement grant programs that target gang violence and graffiti abatement efforts.</p> |
| <p>2. Mandatory Workload Adjustments - Funding is provided to train peace officers through the Basic Law Enforcement Academy (BLEA). State law mandates that all officers, deputies, and agents must begin basic training within six months of hiring by their respective agencies. Funding is provided to conduct ten additional academies in each fiscal year, for a total of 19 academies each fiscal year.</p> | <p>5. Crisis Intervention Reduction - Funding is reduced to reflect elimination of funding for backfill pay for participants of the crisis intervention training program.</p> |
| <p>3. Eliminate Crackdown Program - Funding is reduced to reflect elimination of the Operation Crackdown Program. The program began in 2008 and provides funding for local law enforcement to work with the Department of Corrections (DOC) in apprehending offenders who violate the terms of their community supervision.</p> | <p>6. Reduction to Auto Theft Prevention - Funding is reduced for the Washington Auto Theft Prevention Authority from the Auto Theft Prevention Account. The amount of \$1.8 million is appropriated in DOC, \$7.7 million is appropriated in the Department of Social and Health Services, and \$300,000 is appropriated in the Department of Commerce.</p> |
| <p>4. Reduce Criminal Street Gangs - Funding is reduced for criminal street gangs intervention grants and for graffiti abatement grants. Funding of \$1.2 million is retained to contract with Washington Association of Sheriffs and Police</p> | <p>7. Developmentally Disabled Offenders - Funding is provided to implement Chapter 447, Laws of 2009 (E2SHB 2078), which requires the developmental disabilities council and WASPC to jointly develop a screening tool, model policies for its use, and to develop recommendations for accommodating persons with developmental disabilities during their confinement in a correctional facility.</p> |

Washington State Criminal Justice Training Commission

8. **National Incident Based Reporting** - Funding is provided for WASPC to process the data collected from the crime mapping component of the National Incident Based Reporting System and to prepare information so law enforcement agencies can use the data.
9. **Basic Law Enforcement Academy** - Funding is provided for increased costs of BLEA, related to Emergency Vehicle Operations Course training (administered by the Washington State Patrol) and the cost of ammunition used in firearms training.
10. **Corrections Personnel** - The budget assumes savings associated with Chapter 146, Laws of 2009 (SSB 5987). The bill eliminates the requirement for DOC prison staff to obtain basic corrections officer training through the Criminal Justice Training Commission.
11. **Administrative Reduction** - An administrative reduction for the Criminal Justice Training Commission is taken.
12. **WASPC Admin Reduction** - An administrative reduction is taken for WASPC; it is assumed that additional contributions from local law enforcement agencies will cover the reduction in state funds.
13. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
14. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

* Please see the 2009 Supplemental Operating Budget Section for additional information.

Department of Labor and Industries

(Dollars in Thousands)

	NGF-S	Other	Total
2007-09 Expenditure Authority	49,948	548,611	598,559
2009 Supplemental *	-690	285	-405
Total 2007-09 Biennium	49,258	548,896	598,154
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2009-11 Maintenance Level	51,492	564,057	615,549
Policy Changes - Non-Comp			
1. Community Ag Worker Safety Grant	0	500	500
2. General Fund Reductions	-2,659	0	-2,659
3. Industrial Insurance Appeals	0	1,153	1,153
4. Shifting Funding for PT/OT Review	0	-1,893	-1,893
5. Accounts Receivable Collections ARC	0	814	814
6. Prevailing Wage Program Services	0	1,248	1,248
7. Maintain Prevailing Wage System	0	531	531
8. SHIP Program Adjustment	0	-3,150	-3,150
9. Improving Independent Medical Exams	0	650	650
10. Self Insurance Laptop Audit System	0	1,252	1,252
11. Detecting Unregistered Employers	0	7,987	7,987
12. Underwriting Services	0	1,044	1,044
13. Construction Ind Safety Initiative	0	253	253
14. Early Claims Solution Services	0	1,382	1,382
15. Early Claims Solution Technology	0	9,562	9,562
16. Residential Construction	420	0	420
17. Health Care Admin Procedures	0	386	386
18. Stop Work Orders	0	259	259
19. Registered Domestic Partners	0	597	597
20. Apprenticeship Utilization	0	467	467
21. Residential Real Property	520	0	520
22. Retrospective Rating Plans	0	788	788
23. Retrospective Rating Plan Recommend	0	500	500
24. Underground Economy	0	1,069	1,069
25. DIS Rate Reductions	-10	-980	-990
26. Governor Veto	-972	-788	-1,760
Policy -- Non-Comp Total	-2,701	23,631	20,930
Policy Changes - Comp			
27. Employee Health Insurance	113	2,170	2,283
28. Actuarial Method Changes-State	-415	-7,784	-8,199
Policy -- Comp Total	-302	-5,614	-5,916
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Total 2009-11 Biennium	48,489	582,074	630,563
Fiscal Year 2010 Total	23,618	290,680	314,298
Fiscal Year 2011 Total	24,871	291,394	316,265

Comments:

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| <p>1. Community Ag Worker Safety Grant - Funding is provided for the Community Agricultural Worker Safety Grant Program. The Department of Agriculture will administer the grant. (Medical Aid Fund-State, Accident Fund-State)</p> <p>2. General Fund Reductions - Funding for General Fund-State programs is reduced. Reductions will be implemented at the discretion of the Department.</p> | <p>3. Industrial Insurance Appeals - Funding is provided for Chapter 391, Laws of 2009 (SHB 1402). (Accident Account-State, Medical Aid Account-State)</p> <p>4. Shifting Funding for PT/OT Review - Funding for physical and occupational therapy (PT/OT) utilization reviews is shifted from appropriated funds to non-appropriated direct claim costs. Costs will now be charged directly to the claim expense, which is paid out of non-appropriated funds. (Medical Aid Account-State)</p> |
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Department of Labor and Industries

5. **Accounts Receivable Collections ARC** - Funding is provided for additional information technology (IT) to support the Accounts Receivable and Collections (ARC) system for the collection of outstanding debt. The IT enhancements are scheduled for completion by 2011. (Accident Account-State, Medical Aid Account-State)
6. **Prevailing Wage Program Services** - Funding is provided for compliance efforts and backlog reduction in the prevailing wage program. (Public Works Administration Account-State)
7. **Maintain Prevailing Wage System** - Funding is provided for the Prevailing Wage Program to replace two data systems. Program efficiencies will be gained by replacing both systems with one system that will integrate the functions of the wage update system and prevailing wage intents and affidavits system. (Public Works Administration Account-State)
8. **SHIP Program Adjustment** - Appropriation authority is reduced based on actual and projected grant activity for the 2009-11 biennium. The Safety and Health Investments Project (SHIP) program funds grant projects that address workplace hazards, safety and health training, and education programs. (Accident Account-State, Medical Aid Account-State)
9. **Improving Independent Medical Exams** - Funding is provided for new staff to improve the process and quality of independent medical examinations of injured workers who have filed workers' compensation claims. The Department will implement a centralized program to improve the quality of exams, exam reports, and increase injured workers' satisfaction. (Medical Aid Account-State)
10. **Self Insurance Laptop Audit System** - Funding is provided for the development of a new self insurance laptop audit system to replace the existing system. The laptop system is used in the audit process to identify and direct payments of unpaid or underpaid benefits to self-insured workers. The system is to be completed by the end of the 2009-11 biennium. (Accident Account-State, Medical Aid Account-State)
11. **Detecting Unregistered Employers** - Funding is provided for the third and final phase of a multi-biennia plan to detect and stop fraud in the workers' compensation system. Software, contracted programming, project staff, and two permanent staff are funded to identify the most significant employer fraud cases and avoid auditing employers who are in compliance. (Accident Account-State, Medical Aid Account-State)
12. **Underwriting Services** - Funding is provided for six new underwriter FTEs to manage workers' compensation risk class rates, premium payments due, and provide additional customer service to employers. (Accident Account-State, Medical Aid Account-State)
13. **Construction Ind Safety Initiative** - Funding is provided to address the occupational safety and health needs of workers who speak and read only Spanish. New staff will coordinate bilingual safety and health services and assist with interviews and translating publications. (Accident Account-State, Medical Aid Account-State)
14. **Early Claims Solution Services** - Funding is provided to reduce the time needed to process the initial report of accident (ROA) for workers' compensation claims. New staff will implement: (1) a triage team to evaluate incoming ROAs, obtain required missing information by contacting employers, workers, and medical providers as necessary, refer appropriate cases for immediate assistance to appropriate agency services, and make initial allowance decisions and begin benefits; and (2) financial incentives to medical providers who file the ROA within two days. This initiative is expected to reduce claim handling time from the date of injury to workers' receipt of the first time-loss check by 15 percent. (Accident Account-State, Medical Aid Account-State)
15. **Early Claims Solution Technology** - Funding is provided for contract programming, hardware, software, and new staff. These resources will be used to: design and build a phone and Internet claim filing system; create displays of consolidated claim and account information; and provide analytical tools that will be used to expedite claims decisions and referrals. (Accident Account-State, Medical Aid Account-State)
16. **Residential Construction** - Funding is provided to implement E2SHB 1393 (Residential Construction). This bill did not pass the Legislature. The Governor vetoed this appropriation (see Governor Veto item). (General Fund-State, Accident Account-State, Medical Aid Account-State)
17. **Health Care Admin Procedures** - Funding is provided to implement Chapter 298, Laws of 2009 (2SSB 5346). The legislation requires the Department to cooperate with the Insurance Commissioner and adopt the processes and guidelines to streamline health care administration. (Accident Account-State, Medical Aid Account-State)
18. **Stop Work Orders** - Funding is provided to implement Chapter 196, Laws of 2009 (SSB 5613 - Stop Work Orders). (Accident Account-State, Medical Aid Account-State)
19. **Registered Domestic Partners** - Funding is provided to implement Chapter 521, Laws of 2009 (E2SSB 5688 - Registered Domestic Partners). The legislation requires the Department to treat state-registered domestic partners the same as married spouses. The Department will extend benefits to domestic partners related to the workers' compensation program and the crime victims' compensation program. (Accident Account-State, Accident Account-Non-Appropriated, Medical Aid Account-State)
20. **Apprenticeship Utilization** - Funding is provided to implement Chapter 197, Laws of 2009 (ESSB 5873). The legislation increases the apprenticeship hours required for public works projects at the state's institutions of higher education. Contractors found to be out of compliance with apprenticeship

Department of Labor and Industries

laws will not be allowed to bid on public works contracts.
(Accident Account-State, Medical Aid Account-State)

information about this item is provided in Agency 713 - State
Employee Compensation Adjustments. (various funds)

21. **Residential Real Property** - Funding is provided to implement E2SSB 5895 (Residential Real Property). This bill did not pass the Legislature. The legislation would require the Department to collect a \$100 fee at the time of contractor registration, collect additional information from contractor applications, revoke registration if the Department obtains information about contractor violations in another state and would require contractors to notify the Department when bankruptcy is filed. The Governor vetoed this appropriation (see Governor Veto Item).
22. **Retrospective Rating Plans** - Funding is provided to implement ESSB 6035 (Rating Plans). This bill did not pass the Legislature. The legislation would require the Department to make changes to the retrospective rating program requirements for how sponsoring entities or associations use retrospective rating refunds. The Governor vetoed this appropriation (see Governor Veto item). (Accident Account-State, Medical Aid Account-State)
23. **Retrospective Rating Plan Recommend** - Funding is provided for the Department to contract with an actuarial firm to assess and validate the impact of the recommendations from the 2007-09 Retrospective Rating Plan study. (Accident Account-State)
24. **Underground Economy** - Funding is provided to implement Chapter 432, Laws of 2009 (SHB 1555 - Underground Economy). (Accident Account-State, Medical Aid Account-State)
25. **DIS Rate Reductions** - This item reflects a decrease in the Department of Information Services' (DIS) central service rates. (General Fund-State, Electrical License Account-State, Accident Account-State, Medical Aid Account-State)
26. **Governor Veto** - The Governor vetoed Section 218 (12), (13), and (14) of Chapter 564, Laws of 2009, Partial Veto (ESHB 1244), which appropriated \$1.7 million for residential real property, retrospective rating plans, and residential construction.
27. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
28. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed

* Please see the 2009 Supplemental Operating Budget Section for additional information.

Indeterminate Sentence Review Board

(Dollars in Thousands)

	NGF-S	Other	Total
2007-09 Expenditure Authority	3,888	0	3,888
2009 Supplemental *	-75	0	-75
Total 2007-09 Biennium	3,813	0	3,813
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2009-11 Maintenance Level	4,104	0	4,104
Policy Changes - Non-Comp			
1. Governor-Directed Freeze	-236	0	-236
Policy -- Non-Comp Total	-236	0	-236
Policy Changes - Comp			
2. Employee Health Insurance	15	0	15
3. Actuarial Method Changes-State	-53	0	-53
Policy -- Comp Total	-38	0	-38
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Total 2009-11 Biennium	3,830	0	3,830
Fiscal Year 2010 Total	1,913	0	1,913
Fiscal Year 2011 Total	1,917	0	1,917

Comments:

1. **Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities.

2. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

3. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

* Please see the 2009 Supplemental Operating Budget Section for additional information.

Department of Veterans' Affairs

(Dollars in Thousands)

	NGF-S	Other	Total
2007-09 Expenditure Authority	29,055	81,827	110,882
2009 Supplemental *	-1,484	1,378	-106
Total 2007-09 Biennium	27,571	83,205	110,776
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2009-11 Maintenance Level	24,011	87,643	111,654
Policy Changes - Non-Comp			
1. Admin Consolidations & Efficiencies	-822	0	-822
2. Eastern WA Cemetery Opening	261	381	642
3. Federal Stimulus Package - FMAP Inc	-1,610	1,610	0
4. Vulnerable Children Outreach-King	0	150	150
5. Reducing Administrative Projects	-210	0	-210
6. Federal Funding from GI Bill Change	-1,000	0	-1,000
7. Veterans Innovation Program	0	500	500
8. Orting Phone System Replacement	200	0	200
9. Transitional Housing Expansion	-412	659	247
Policy -- Non-Comp Total	-3,593	3,300	-293
Policy Changes - Comp			
10. Employee Health Insurance	121	394	515
11. Actuarial Method Changes-State	-416	-1,221	-1,637
Policy -- Comp Total	-295	-827	-1,122
<hr/>			
Total 2009-11 Biennium	20,123	90,116	110,239
Fiscal Year 2010 Total	10,436	44,530	54,966
Fiscal Year 2011 Total	9,687	45,586	55,273

Comments:

1. **Admin Consolidations & Efficiencies** - Funding is reduced to reflect administrative savings and efficiencies.
2. **Eastern WA Cemetery Opening** - Funding is provided for the Eastern Washington Veterans Cemetery which will start operation on Memorial Day 2010. (General Fund-State, General Fund-Federal, Veterans Stewardship Account-Non-Appropriated)
3. **Federal Stimulus Package - FMAP Inc** - The American Recovery and Reinvestment Act of 2009, the federal stimulus act, provides a one-time enhancement to the state's Federal Medical Assistance Percentage (FMAP). This reduces the state-funded portion of FMAP programs. The average federal FMAP share for FY 2010 is forecasted to grow from 50.33 percent to 62.94 percent and from 50.12 percent to 56.53 percent for FY 2011. (General Fund-State, General Fund-Federal)
4. **Vulnerable Children Outreach-King** - Local spending authority is provided for the Operation Military Kids initiative in King County that will assist school districts in identifying children whose families are affected by deployment. It will offer school staff in-service training and counseling to children and parents in those families. (General Fund-Private/Local)
5. **Reducing Administrative Projects** - Funding is eliminated for a temporary staff position assigned to work on projects such as the Veterans Policy Academy and long-term planning for the Orting Soldiers' Home campus.
6. **Federal Funding from GI Bill Change** - Funding is reduced to reflect savings as a result of a federal change to federal education benefits available through the GI Bill. Currently, Veteran Conservation Corps participants may receive a stipend of \$1,000 per month. The U.S. Department of Veterans' Affairs new GI Bill will include monthly stipends for eligible veterans. The Department will maintain the program at current levels with less state funding.
7. **Veterans Innovation Program** - Funding is provided for the continued support of the Veterans Innovation Program. (Veterans Innovation Account-Non-Appropriated)
8. **Orting Phone System Replacement** - Funding is provided for the replacement of the Orting veterans' home phone system which has experienced failure over the last year.
9. **Transitional Housing Expansion** - Funding is provided to expand the homeless veterans transitional housing facility at Retsil from 40 beds to 60 beds. This facility provides temporary shelter and employment assistance to veterans.

Department of Veterans' Affairs

(General Fund-State, General Fund-Federal, General Fund-Private/Local)

10. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
11. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

* Please see the 2009 Supplemental Operating Budget Section for additional information.

Home Care Quality Authority

(Dollars in Thousands)

	NGF-S	Other	Total
2007-09 Expenditure Authority	3,452	0	3,452
2009 Supplemental *	-194	0	-194
Total 2007-09 Biennium	3,258	0	3,258
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2009-11 Maintenance Level	3,457	0	3,457
Policy Changes - Non-Comp			
1. Admin Consolidations & Efficiencies	-195	0	-195
2. Close Registry Sites	-545	0	-545
3. Consumer Training Reduction	-60	0	-60
4. Eliminate Peer Mentor Program	-192	0	-192
Policy -- Non-Comp Total	-992	0	-992
Policy Changes - Comp			
5. Employee Health Insurance	3	0	3
6. Actuarial Method Changes-State	-18	0	-18
Policy -- Comp Total	-15	0	-15
<hr/>			
Total 2009-11 Biennium	2,450	0	2,450
Fiscal Year 2010 Total	1,229	0	1,229
Fiscal Year 2011 Total	1,221	0	1,221

Comments:

1. **Admin Consolidations & Efficiencies** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.
2. **Close Registry Sites** - Funding for Individual Provider (IP) registry sites is reduced. Currently, the Home Care Quality Authority manages 14 registry sites that are responsible for the registry and referral of 3,000 IPs. About 3,500 requests are made by clients for IP referrals each year. Typically, the clients that use the registry are higher acuity clients with few informal supports that prefer to manage their own care. The registry helps clients find IPs based on personal care needs, personal preferences, geographic location, language, and preferences on schedule. The Registry Coordinator makes sure that all IPs on the registry have completed an interview with the Registry Coordinators and passed the background checks. They also make sure all IP personal contact information is updated. This reduction is expected to close three or four registry sites.
3. **Consumer Training Reduction** - Funding for consumer training is reduced.
4. **Eliminate Peer Mentor Program** - The peer mentor program run by the Home Care Quality Authority is eliminated.
5. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
6. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

* Please see the 2009 Supplemental Operating Budget Section for additional information.

Department of Health

(Dollars in Thousands)

	NGF-S	Other	Total
2007-09 Expenditure Authority	264,369	769,075	1,033,444
2009 Supplemental *	-9,940	10,619	679
Total 2007-09 Biennium	254,429	779,694	1,034,123
2009-11 Maintenance Level	293,410	795,686	1,089,096
Policy Changes - Non-Comp			
1. Storman's Litigation	0	672	672
2. Eliminate Senior Falls Program	-750	0	-750
3. Eliminate Cord Blood Pilot Project	-300	0	-300
4. Eliminate Rare Blood and Marrow	-200	0	-200
5. Eliminate Lead Poisoning Screening	-576	0	-576
6. Reduce State Family Planning Grants	-4,000	0	-4,000
7. Cap HIV Early Intervention Program	-1,000	0	-1,000
8. Reduce Group B Water Standards	-1,160	0	-1,160
9. Reduce Health Directive Registry	-282	0	-282
10. Reduce State WIC Funds	-1,015	0	-1,015
11. Reduce Poison Control Center	-1,500	0	-1,500
12. Reduce Drug Lab Cleanup Assistance	-136	0	-136
13. Reduce AIDSNETS Grants	-1,067	0	-1,067
14. Pesticide Incident Reporting	-842	0	-842
15. Suspend Health Impact Review Funds	-238	0	-238
16. Reduce Office of EMS	-500	0	-500
17. Reduce Office of Rural Health	-300	0	-300
18. Reduce Tobacco Prevention Funds	0	-22,000	-22,000
19. Health Care Assistants	0	100	100
20. Medical Commission Staffing	0	764	764
21. Emergency Preparedness State Match	0	917	917
22. Birth Certificates	12	67	79
23. Reduce Hlth Care Construction Cost	0	1,280	1,280
24. Dental License Issuance	0	42	42
25. Retired Active Physicians	0	23	23
26. Human Trafficking	0	31	31
27. Dentists Cost Recovery	0	282	282
28. Speech Language Assistants	0	106	106
29. Colon Screening	-1,700	0	-1,700
30. Suspend Collaboratives Pilot	-953	0	-953
31. Vaccine Program Transition	-55,300	6,800	-48,500
32. Reduce Public Health Enhancement	-20,000	16,000	-4,000
33. Miscarriage Management	-708	0	-708
34. Midwifery Fees	115	0	115
35. Drinking Water Stimulus Funding	0	3,338	3,338
36. HIV and Syphilis Testing	694	0	694
37. Homecare Training	86	-2,676	-2,590
38. Governor-Directed Freeze	-5,695	0	-5,695
39. Governor-Directed 1% Cut	-2,064	0	-2,064
Policy -- Non-Comp Total	-99,379	5,746	-93,633
Policy Changes - Comp			
40. Employee Health Insurance	316	920	1,236
41. Actuarial Method Changes-State	-1,299	-3,696	-4,995
Policy -- Comp Total	-983	-2,776	-3,759
Total 2009-11 Biennium	193,048	798,656	991,704
Fiscal Year 2010 Total	108,879	399,001	507,880
Fiscal Year 2011 Total	84,169	399,655	483,824

Department of Health

Comments:

1. **Storman's Litigation** - One-time funding is provided for litigation related to Board of Pharmacy dispensing rules. (Health Professions Account-State)
2. **Eliminate Senior Falls Program** - The Senior Falls Prevention Program combines education, exercise, and risk identification and reduction to reduce the risk of falls among seniors. Funding provided in the 2008 supplemental budget to support the participation of four counties in this demonstration pilot is eliminated.
3. **Eliminate Cord Blood Pilot Project** - Funding for increasing cord blood collection activities is discontinued. The funding had been provided in the 2008 supplemental budget to support a pilot project to expand cord blood collection practices in Eastern Washington to increase diversity in the cord blood banking system.
4. **Eliminate Rare Blood and Marrow** - Funding provided in the 2008 supplemental budget to increase outreach efforts to achieve a more ethnically diverse blood and bone marrow supply is eliminated.
5. **Eliminate Lead Poisoning Screening** - Funding for education and screening activities related to elevated blood lead levels, particularly in children under six, is eliminated.
6. **Reduce State Family Planning Grants** - Enhanced funding provided during the 2007-09 biennium for family planning clinics and local health jurisdictions to provide family planning services is reduced by 10 percent for FY 2010 and 70 percent for FY 2011 in anticipation of increased federal funding to support Medicaid-eligible clients through the Department of Social and Health Services.
7. **Cap HIV Early Intervention Program** - The HIV Early Intervention Program, which pays for certain HIV-related medications and medical care, as well as assistance with insurance premiums for specific HIV-positive individuals, is capped at 98 percent of current expenditures.
8. **Reduce Group B Water Standards** - Funding to local health jurisdictions for Group B drinking water systems (those which provide drinking water to between 2 and 14 households and serve less than 25 people per day) is eliminated.
9. **Reduce Health Directive Registry** - Funding is reduced for outreach activities associated with the Living Will Registry, established pursuant to Chapter 108, Laws of 2006 (2SHB 2342). The Registry allows individuals to submit their advance directives to a statewide database that can be accessed by health care providers. The Registry will continue at a level to support basic entry functions and the current contract level.
10. **Reduce State WIC Funds** - State funding support for administrative functions of the federal Women, Infants, and Children (WIC) program is reduced.
11. **Reduce Poison Control Center** - State funding for the statewide poison and drug information service is reduced. The Poison Control Center is encouraged to explore long-term alternative funding and efficiency options, including the regionalization of services with other poison control agencies, as well as short-term options through public safety services funds that may become available through the American Recovery and Reinvestment Act of 2009, the federal stimulus act.
12. **Reduce Drug Lab Cleanup Assistance** - Funding for technical assistance to local health jurisdictions for the assessment and cleanup of contamination at properties used as clandestine drug laboratories is decreased to reflect a reduction in workload.
13. **Reduce AIDSNETS Grants** - Funding for the six regional AIDS networks (AIDSNETS) is reduced by 7 percent of total expenditures. The AIDSNETS conduct planning activities for coordinating community services for individuals who are HIV-positive or have AIDS.
14. **Pesticide Incident Reporting** - Funding for pesticide investigations conducted by the Department of Health (DOH) is reduced. DOH is directed to continue the duties of the Pesticide Incident Reporting and Tracking review panel within existing appropriations.
15. **Suspend Health Impact Review Funds** - Chapter 239, Laws of 2006 (2SSB 6197), established a program for the State Board of Health to conduct reviews of budget and policy proposals for their expected impact on health disparities facing certain populations in Washington. The program has had fewer requests than anticipated. Funding for conducting the reviews is suspended for the duration of the 2009-11 biennium, and the cost of conducting the reviews during that period shall be absorbed by the Board.
16. **Reduce Office of EMS** - Funding for the Office of Emergency Medical Services (EMS) and Trauma Systems is reduced, and the reductions shall be managed through administrative efficiencies and reductions to community activities and support.
17. **Reduce Office of Rural Health** - Funding for the Office of Community and Rural Health is reduced, and DOH will manage reductions through administrative efficiencies and reductions to community activities and support.
18. **Reduce Tobacco Prevention Funds** - DOH's expenditure authority for tobacco prevention and awareness activities is reduced to the level of actual spending in FY 2008. Funding for tobacco prevention public awareness campaigns, such as television and radio advertisements, is suspended during the 2009-11 biennium. The program is directed to identify additional savings through administrative and programmatic reductions, and these funding reductions are one-time. (Tobacco Prevention and Control Account-State)

Department of Health

19. **Health Care Assistants** - Funds are provided to implement Chapter 43, Laws of 2009 (SHB 1414), which expands the scope of practice of health care assistants to include administering certain medications. (Health Professions Account-State)
20. **Medical Commission Staffing** - Funding is provided to the Medical Quality Assurance Commission to maintain disciplinary staff and associated costs sufficient to reduce the backlog of disciplinary cases and to continue to manage the disciplinary caseload of the Commission. (Health Professions Account-State)
21. **Emergency Preparedness State Match** - The Public Health Emergency Preparedness and Response Program allows for the preparation and response to major acute threats and emergencies, including terrorism, that impact human health. This program is funded through the U.S. Department of Health and Human Services. The federal Pandemic and All Hazards Preparedness Act now requires grantees to match federal funding allocations in order for the federal funding to continue. Funding is provided for the necessary 5 percent state match for FY 2010. (Emergency Medical Services and Trauma Care Systems Trust Account-State)
22. **Birth Certificates** - Funding is provided to implement Chapter 44, Laws of 2009 (SHB 1510), relating to the disclosure of confidential information on birth certificates. (General Fund-State, General Fund Private/Local)
23. **Reduce Hlth Care Construction Cost** - DOH's Construction Review Services program is responsible for the review of all health facility construction plans in Washington. Funding is provided for staff to account for increases in the number of plans submitted to DOH. (General Fund-Private/Local)
24. **Dental License Issuance** - Funding is provided to implement Chapter 327, Laws of 2009 (SHB 1740), which allows for limited dental licenses for dental residents. (Health Professions Account-State)
25. **Retired Active Physicians** - Funding is provided to implement Chapter 403, Laws of 2009 (2SHB 1899), which exempts certain retired active physicians from the payment of licensing fees. (Health Professions Account-State)
26. **Human Trafficking** - One-time funding is provided for the implementation of Chapter 492, Laws of 2009, Partial Veto (E2SSB 5850), to deter human trafficking. (Health Professions Account-State)
27. **Dentists Cost Recovery** - Funding is provided to implement Chapter 177, Laws of 2009 (SSB 5752), which allows DOH to perform additional cost recovery in disciplinary procedures against dentists. (Health Professions Account-State)
28. **Speech Language Assistants** - Funding is provided pursuant to Chapter 301, Laws of 2009 (ESSB 5601), which requires DOH to create a Speech-Language Pathology Assistants credential. (Health Professions Account-State)
29. **Colon Screening** - The Washington Colon Health Program provides free colorectal cancer exams to individuals between ages 50 and 64 who are below 250 percent of the federal poverty level. Funding initially provided in the 2008 supplemental budget to support the loss of federal funding to the Washington Colon Health Program and to expand the program from three counties to nine is reduced to support a pilot program in one county.
30. **Suspend Collaboratives Pilot** - Funding provided in accordance with Chapter 295, Laws of 2008 (E2SHB 2549), to establish a medical home collaborative pilot project is discontinued.
31. **Vaccine Program Transition** - State funding for universal coverage of the human papillomavirus (HPV) vaccine is discontinued effective July 1, 2009. Federal 317 Direct Assistance (DA) funds may be used to cover this vaccine for low-income children in state funded programs that are not eligible for Medicaid. State funding to support the universal purchase program for all other vaccines will be discontinued as of May 1, 2010, or earlier if state funds are exhausted before this date. Washington State will then transfer to "VFC + Underinsured" status which will allow federal Vaccines for Children (VFC) and 317 DA funds to cover low-income children in Medicaid and other state-funded health care programs. DOH will use existing 317 DA funds as well as those that come available per the American Recovery and Reinvestment Act of 2009, the federal stimulus act, to provide continued coverage of those low-income children who do not qualify for the VFC program. (General Fund-State, General Fund-Federal)
32. **Reduce Public Health Enhancement** - In the 2007-09 biennial budget, \$20 million was provided to local health jurisdictions to be spent on core public health functions of statewide significance as defined in Chapter 259, Laws of 2007, Partial Veto (E2SSB 5930). Funding for those purposes is decreased. (General Fund-State, Tobacco Prevention and Control Account-State)
33. **Miscarriage Management** - Funding provided during the 2008 legislative session to support training and residency programs to manage early pregnancy loss in office-based settings is reduced. Sufficient one-time funding is provided to complete training for two family practice residencies.
34. **Midwifery Fees** - One-time funding is provided to maintain the fees charged to midwives for initial and renewed licenses to \$450 per year for the 2009-11 biennium.
35. **Drinking Water Stimulus Funding** - The Drinking Water Program is authorized to spend funds associated with conducting administrative and technical assistance activities pursuant to the allowable purposes of the American Recovery and Reinvestment Act of 2009, the federal stimulus act. (Drinking Water Assistance-Federal)

Department of Health

36. **HIV and Syphilis Testing** - In Washington, new infections of HIV and syphilis are concentrated in King County. Local health jurisdictions offer testing for syphilis and HIV, and most send their specimens to the Washington State Public Health Laboratories for testing. King County has historically done most testing for these diseases in their own laboratories but will no longer do so beginning in June 2009. The public health laboratory can absorb 30 percent of additional HIV and syphilis test requests expected from King County, so funding is provided to cover the other 70 percent of tests.
37. **Homecare Training** - Initiative 1029, passed by voters in November 2008, adds additional basic training, continuing education, advanced training, and background check requirements for home care workers. Funding for the cost of training requirements is reduced since several components of the initiative are delayed, pursuant to Chapter 580, Laws of 2009 (ESSB 6180). Funding is provided for the development of the training infrastructure (rules, procedures, information technology systems, staffing, and curriculum development) and basic training beginning January 1, 2011. Federal background checks, continuing education, and advanced training are delayed beyond the 2009-11 biennium. (General Fund-State, General Fund-Federal)
38. **Governor-Directed Freeze** - In August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.
39. **Governor-Directed 1% Cut** - In October 2008, the Governor directed agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.
40. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
41. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

* Please see the 2009 Supplemental Operating Budget Section for additional information.

Department of Corrections

(Dollars in Thousands)

	NGF-S	Other	Total
2007-09 Expenditure Authority	1,754,943	11,123	1,766,066
2009 Supplemental *	16,723	-216	16,507
Total 2007-09 Biennium	1,771,666	10,907	1,782,573
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2009-11 Maintenance Level	1,904,431	11,071	1,915,502
Policy Changes - Non-Comp			
1. Home Detention for Violators	-11,129	0	-11,129
2. Offender Deportation	-8,326	-1,352	-9,678
3. Reduce Offender Re-Entry	-10,624	2,336	-8,288
4. Utilize Auto Theft Prev Acct Funds	-4,000	4,000	0
5. Reduce Sentence Lengths	-18,937	0	-18,937
6. Dept of Labor Litigation	327	0	327
7. Increased DOSA Beds	-3,434	0	-3,434
8. Housing Voucher for ERD	-4,090	0	-4,090
9. Eliminate Neighborhood Partnership	-337	0	-337
10. Supervision of Offenders	-28,901	0	-28,901
11. Offender Medical Placement	-1,948	0	-1,948
12. Fiscal Stabilization Block Grant	-182,433	182,433	0
13. Facility/Unit Reduction	-12,000	0	-12,000
14. Health Services Staffing	738	0	738
15. Crimes Against Property	-4,360	0	-4,360
16. Training of Corrections Staff	-100	0	-100
17. Second Chance Reentry Grant	375	750	1,125
18. Security Threat Mitigation	-1,200	1,200	0
19. Sentence Discretion	-375	0	-375
20. DIS Rate Reductions	-1,402	0	-1,402
21. Governor-Directed 1% Cut	-14,770	0	-14,770
Policy -- Non-Comp Total	-306,926	189,367	-117,559
Policy Changes - Comp			
22. Employee Health Insurance	7,524	3	7,527
23. Actuarial Method Changes-State	-24,296	-12	-24,308
Policy -- Comp Total	-16,772	-9	-16,781
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Total 2009-11 Biennium	1,580,733	200,429	1,781,162
Fiscal Year 2010 Total	710,348	192,404	902,752
Fiscal Year 2011 Total	870,385	8,025	878,410

Comments:

1. **Home Detention for Violators** - Funding is reduced by offering home detention instead of jail as an alternative sanction for community custody violators. The savings are based on the assumption that 25 percent of violators in jails would be sanctioned to home detention instead of jail. The savings from reduced demand for jail beds exceeds the increased costs associated with supervision of offenders in the community.
2. **Offender Deportation** - Savings are attributed to deporting all non-citizen drug and property offenders, consistent with the provisions of SHB 2188/ESB 6183 (Illegal Alien Offenders). The proposal assumes that all qualifying non-citizen offenders are deported in FY 2010 and that qualifying newly-sentenced non-citizen offenders are deported as soon as they come to

prison. Note: Neither bill passed during the 2009 regular session of the Legislature.

3. **Reduce Offender Re-Entry** - Funding is reduced for the Offender Re-Entry Programs. Funding was provided as part of the 2007-09 biennial budget for additional re-entry programs. The total funding provided for the 2009-11 biennium will continue evidence-based programs such as chemical dependency treatment, basic education, vocational education, and mental health services. (General Fund-State, General Fund-Local)
4. **Utilize Auto Theft Prev Acct Funds** - Funding from the Washington Auto Theft Prevention Account is shifted to the Department of Corrections (DOC). (Washington Auto Theft Prevention Account-State)

Department of Corrections

5. **Reduce Sentence Lengths** - Funding is reduced to reflect savings created by Chapter 375, Laws of 2009, Partial Veto (ESSB 5288). The bill replaces community custody ranges with fixed terms of 36 months for sex offenders and those convicted of a serious violent offense, 18 months for offenders convicted of a violent offense that is not a serious violent offense, and 12 months for other offenses; periods of community custody for certain special offender sentencing alternatives remain unchanged.
6. **Dept of Labor Litigation** - One-time funding is provided to the Attorney General's Office to respond to United States Department of Labor complaints regarding possible violations of the Fair Labor Standards Act at DOC and the Department of Social and Health Services. A portion of this funding will be used to engage the services of a Special Assistant Attorney General for a detailed investigation of timekeeping practices at the client agencies.
7. **Increased DOSA Beds** - Savings are assumed for an additional 115 Drug Offender Sentencing Alternative (DOSAs) beds. The savings from reduced demand for prison beds exceeds the increased costs associated with supervision of offenders in the community.
8. **Housing Voucher for ERD** - Some offenders in DOC are held beyond their Earned Release Date (ERD) due to the lack of an approved release plan. Most often the release plans are not approved due to the lack of housing. Funding is reduced to reflect a policy of providing housing vouchers of \$15 per day and/or partial confinement for offenders who have passed their ERD and who do not have an approved release plan due to a lack of housing. The savings from reduced demand for prison beds exceeds the increased costs associated with supervision of offenders in the community.
9. **Eliminate Neighborhood Partnership** - Funding is reduced to reflect savings from eliminating the neighborhood partnership program. The program funded five community corrections officers to work in partnership with local law enforcement officers.
10. **Supervision of Offenders** - The budget assumes savings associated with Chapter 375, Laws of 2009, Partial Veto (ESSB 5288). Funding is reduced to reflect savings from the elimination of community supervision for misdemeanor offenders, except sex offenders and certain other misdemeanor offenders, and to reflect savings from discontinuing supervision of offenders assessed as low-risk offenders, excluding sex offenders.
11. **Offender Medical Placement** - DOC will implement a policy of early release for offenders who are chronically or terminally ill consistent with Chapter 441, Laws of 2009 (EHB 2194). Offenders serving time on violent or sex offense charges are not eligible for release. DOC expects to release 44 inmates during the 2009-11 biennium to an Extraordinary Medical Placement in the community. Savings from no longer serving these individuals in DOC is used to pay for long-term care placements and medical services in the community.
12. **Fiscal Stabilization Block Grant** - Funds provided in the American Recovery and Reinvestment Act of 2009, the federal stimulus act, are used to offset reductions which would have otherwise been required in the state operating budget.
13. **Facility/Unit Reduction** - Savings are taken to reflect anticipated institution closure as a result of the study of the feasibility of closing state institutional facilities and plan on eliminating beds in the state institutional facility inventory. The study is funded in the Office of Financial Management.
14. **Health Services Staffing** - Cost control measures will be implemented and enforced in the health services program. Funding is sufficient for these functions to create cost control and utilization management functions, to monitor and enforce staffing levels, and to enable electronic payment of outside medical bills. A 35 percent reduction in outside medical services is assumed as a result of these measures.
15. **Crimes Against Property** - The budget assumes savings consistent with Chapter 431, Laws of 2009 (SB 6167). The bill increases the dollar threshold for certain property felonies. The Sentencing Guidelines Commission and DOC have projected savings in FY 2011, ranging from 62 beds and \$240,000 to 310 beds and \$4.255 million.
16. **Training of Corrections Staff** - The budget assumes savings associated with implementation of Chapter 146, Laws of 2009 (SSB 5987). The bill eliminates the requirement for DOC prison staff to obtain basic corrections officer training through the Criminal Justice Training Commission.
17. **Second Chance Reentry Grant** - Funding is provided for DOC, along with the Departments of Commerce, Veterans' Affairs, Social and Health Services, and Employment Security, to apply for the federal Second Chance Act Reentry Demonstration Grant. The state funds are to be matched by \$375,000 in in-kind services and \$750,000 in federal funding. (General Fund-State, General Fund-Federal)
18. **Security Threat Mitigation** - Federal Justice Assistance Grants funding is provided for security threat teams at Washington Corrections Center and the Washington State Penitentiary to identify offenders involved in gang relations and to mitigate the gang-related violence. (General Fund-Local)
19. **Sentence Discretion** - The budget assumes savings associated with the implementation of SSB 6160 (Sentencing Discretion). The bill expands the sentencing grid and is projected to result in prison bed savings of 12 in FY 2010, 90 in FY 2011, and 134 in FY 2012. Note: This bill did not pass in the 2009 regular session of the Legislature.
20. **DIS Rate Reductions** - This item reflects a decrease in the Department of Information Services' (DIS) central service rates.

Department of Corrections

21. **Governor-Directed 1% Cut** - Funding is reduced by assuming savings through a 1 percent cut.
22. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
23. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

* Please see the 2009 Supplemental Operating Budget Section for additional information.

Department of Corrections

WORKLOAD HISTORY

By Fiscal Year

	2002	2003	2004	2005	2006	2007	2008	Estimated		
								2009	2010	2011
Community Supervision ^{(1) (2)}										
# Active (Non-Monetary) Offenders	33,831	36,765	32,685	29,190	26,466	27,057	28,212	29,093	18,781	20,163
% Change from prior year		8.7%	-11.1%	-10.7%	-9.3%	2.2%	4.3%	3.1%	-35.4%	7.4%
Work Release										
Avg Daily Population/Month	654	642	675	657	684	663	674	674	674	674
% Change from prior year		-1.8%	5.1%	-2.7%	4.1%	-3.1%	1.7%	0.0%	0.0%	0.0%
Institutions ⁽³⁾										
Avg Daily Population/Month	14,808	15,702	16,061	16,732	17,144	17,747	17,714	18,605	18,081	17,773
% Change from prior year		6.0%	2.3%	4.2%	2.5%	3.5%	-0.2%	5.0%	-2.8%	-1.7%
Average Cost Per Inmate ^{(4) (5)}										
Annual	25,447	25,924	26,736	27,193	29,055	31,071	34,043	36,340	35,393	35,503
% Change from prior year		1.9%	3.1%	1.7%	6.8%	6.9%	9.6%	6.7%	-2.6%	0.3%

⁽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, the Coyote Ridge Correctional Center, the Cedar Creek Correctional Center, the Larch Correctional Center, or the Mission Creek Corrections Center for Women

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
2007-09 Expenditure Authority	5,174	19,445	24,619
2009 Supplemental *	-233	1,173	940
Total 2007-09 Biennium	4,941	20,618	25,559
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2009-11 Maintenance Level	5,293	18,940	24,233
Policy Changes - Non-Comp			
1. Federal Stimulus	0	1,173	1,173
2. Governor-Directed Freeze	-151	0	-151
Policy -- Non-Comp Total	-151	1,173	1,022
Policy Changes - Comp			
3. Employee Health Insurance	16	48	64
4. Actuarial Method Changes-State	-64	-150	-214
Policy -- Comp Total	-48	-102	-150
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Total 2009-11 Biennium	5,094	20,011	25,105
Fiscal Year 2010 Total	2,544	10,584	13,128
Fiscal Year 2011 Total	2,550	9,427	11,977

Comments:

1. **Federal Stimulus** - The American Recovery and Reinvestment Act of 2009, the federal stimulus act, provided additional one-time funding for Vocational Rehabilitation, Independent Living, and Services for Older Individuals Who Are Blind state grants. (General Fund-Federal)

2. **Governor-Directed Freeze** - Funding is reduced to reflect continued savings from the FY 2009 freeze on new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. (General Fund-State, General Fund-Federal)

3. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

4. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

* Please see the 2009 Supplemental Operating Budget Section for additional information.

Sentencing Guidelines Commission

(Dollars in Thousands)

	NGF-S	Other	Total
2007-09 Expenditure Authority	2,170	0	2,170
2009 Supplemental *	-82	0	-82
Total 2007-09 Biennium	2,088	0	2,088
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2009-11 Maintenance Level	2,563	0	2,563
Policy Changes - Non-Comp			
1. Administrative Reduction	-512	0	-512
2. Governor-Directed Freeze	-68	0	-68
Policy -- Non-Comp Total	-580	0	-580
Policy Changes - Comp			
3. Employee Health Insurance	9	0	9
4. Actuarial Method Changes-State	-38	0	-38
Policy -- Comp Total	-29	0	-29
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Total 2009-11 Biennium	1,954	0	1,954
Fiscal Year 2010 Total	978	0	978
Fiscal Year 2011 Total	976	0	976

Comments:

1. **Administrative Reduction** - Funding is reduced to reflect an administrative reduction of 20 percent.
2. **Governor-Directed Freeze** - Funding is reduced by assuming savings through a freeze on new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities.
3. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
4. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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Employment Security Department

(Dollars in Thousands)

	NGF-S	Other	Total
2007-09 Expenditure Authority	342	617,809	618,151
2009 Supplemental *	-10	67,565	67,555
Total 2007-09 Biennium	332	685,374	685,706
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2009-11 Maintenance Level	120	592,439	592,559
Policy Changes - Non-Comp			
1. Trsf Old Age Survivors Insurance	0	-282	-282
2. Suspend Family Leave Program	0	-6,095	-6,095
3. State Choice UI Program	0	12,348	12,348
4. Next Generation Tax System	0	32,067	32,067
5. Enterprise Licensing	0	2,584	2,584
6. Evergreen Jobs Act	0	879	879
7. Administrative Reductions	-13	0	-13
8. Opportunity Internship	0	-230	-230
9. WorkForce Employment & Training	7,000	0	7,000
10. Federal Recession and Stimulus	0	93,514	93,514
11. Leaving PT Work Voluntarily	0	110	110
12. Unemployment Insurance	0	1,263	1,263
13. WorkFirst Employment & Training	0	1,484	1,484
14. Underground Economy	0	159	159
15. DIS Rate Reductions	0	-1,386	-1,386
Policy -- Non-Comp Total	6,987	136,415	143,402
Policy Changes - Comp			
16. Employee Health Insurance	0	1,594	1,594
17. Actuarial Method Changes-State	0	-5,670	-5,670
Policy -- Comp Total	0	-4,076	-4,076
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Total 2009-11 Biennium	7,107	724,778	731,885
Fiscal Year 2010 Total	7,054	367,413	374,467
Fiscal Year 2011 Total	53	357,365	357,418

Comments:

1. **Trsf Old Age Survivors Insurance** - Funding for the Old Age and Survivors Insurance (OASI) Program is transferred from the Employment Security Department (ESD) to the Department of Retirement Systems (DRS). Both agencies requested this transfer, as the majority of states house administration of the OASI Program within their public pension agency. Although ESD will be able to reimburse DRS for the cost to transfer and operate the program through June 30, 2009, DRS needs appropriation authority for program operations in future biennia. (General Fund-Private/Local)
2. **Suspend Family Leave Program** - Funding is removed for The Family Leave Insurance Act. Chapter 357, Laws of 2007 (E2SSB 5659), requires ESD to develop a computer system capable of accepting, processing, and paying benefits by October 1, 2009. Development of the system is suspended; Chapter 544, Laws of 2009 (ESB 6158), delayed implementation of this program until 2012. (Family Leave Insurance Account-State)
3. **State Choice UI Program** - Funding is provided for one-time costs to administer state policy-driven unemployment insurance (UI) programs. This item funds specific programs that are in place as a result of state requirements such as state monitoring of job search programs, alternative base year options, shared work programs, and other state-specific programs. (Unemployment Compensation Administration Account-Federal)
4. **Next Generation Tax System** - Funding is provided for the second phase of a project to replace the mainframe unemployment insurance tax information system (TAXIS) and its ancillary subsystems. ESD has completed the requirements and feasibility study for the computing systems supporting unemployment insurance tax. The study recommended replacement of TAXIS. (Unemployment Compensation Administration Account-Federal)
5. **Enterprise Licensing** - Funding is provided to institute an agency enterprise software licensing agreement for Microsoft products by utilizing the Department of Information Services'

Employment Security Department

- (DIS) negotiated pricing structure. (Employment Services Administrative Account-State)
6. **Evergreen Jobs Act** - Funding is provided to implement Chapter 536, Laws of 2009, Partial Veto (E2SHB 2227 - Evergreen Jobs Act). This bill authorizes statewide workforce training agencies to give funding and outreach priority to workforce training programs that lead to a credential, certificate, degree, or apprenticeship program in green economy jobs. (Administrative Contingency Account-State, Unemployment Compensation Administration Account-Federal)
 7. **Administrative Reductions** - Funding for General Fund-State programs is reduced. Reductions will be made at the discretion of the Department.
 8. **Opportunity Internship** - Federal Workforce Investment Act statewide discretionary funds available for disadvantaged youth under the American Recovery and Reinvestment Act of 2009, the federal stimulus act, are transferred to the Workforce Training and Education Coordinating Board to implement Chapter 238, Laws of 2009 (2SHB 1355). (General Fund-Federal)
 9. **WorkForce Employment & Training** - Funding is provided to implement Chapter 566, Laws of 2009, Partial Veto (E2SSB 5809 - Workforce Employment and Training). This bill provides that funds be used to create incentives for education and training for certain individuals who are enrolled in training for high-demand occupations.
 10. **Federal Recession and Stimulus** - As part of the American Recovery and Reinvestment Act of 2009, the federal stimulus act, the state is anticipated to receive \$93,514,000 in unemployment stimulus and recession funding for increased unemployment rates. This item increases the Department's federal authority. (General-Fund Federal, Unemployment Compensation Administration Account-Federal)
 11. **Leaving PT Work Voluntarily** - Expenditure authority is provided to implement Chapter 247, Laws of 2009 (SB 5804). The legislation provides for circumstances in which quitting part-time (PT) employment does not disqualify an individual from receiving unemployment benefits for a subsequent loss of full-time employment. Funding is for one-time information technology costs for staff to complete systems analysis, business requirements, application and technical design, construction, testing, and implementation. (Unemployment Compensation Administration Account-Federal)
 12. **Unemployment Insurance** - Funding is provided to implement Chapter 493, Laws of 2009 (SSB 5963 - Unemployment Insurance). The legislation addresses the potential conformity issue with federal law by altering the present provisions to "pay benefits at 2 quarter averaging, charge benefits at 4 quarter averaging." Funding is for information technology costs, tax rate adjustments, communications, and rule making. (Unemployment Compensation Administration Account-Federal)
 13. **WorkFirst Employment & Training** - Funding is transferred to the Economic Services Administration of the Department of Social and Health Services for the WorkFirst program to fund employment and training activities for unemployed persons participating in WorkFirst. (Administrative Contingency Account-State, Unemployment Compensation Administration Account-Federal)
 14. **Underground Economy** - Funding is provided for the implementation of Chapter 432, Laws of 2009 (SHB 1555 - Underground Economy). The bill implements some of the recommendations of the Underground Economy Task Force. (Unemployment Compensation Administration Account-Federal)
 15. **DIS Rate Reductions** - This item reflects a decrease in the DIS central service rates. (General Fund-Federal, General Fund-Local, Unemployment Compensation Administration Account-Federal, Administrative Contingency Account-State, Employment Services Administrative Account-State)
 16. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (various funds)
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