

# Special Appropriations

Employee compensation related changes are displayed in individual agency budgets including the Office of Superintendent of Public Instruction and institutions of higher education.

## **Special Appropriations (Non-Compensation Related Items)**

### **Strategic Printing**

Savings of \$1.5 million state near general fund are realized through implementing various printing strategies. The strategies include utilizing print management, standardizing envelopes, and streamlining processes and may also include pilot projects allowing state agencies to directly purchase printing services from other than the State Printer.

### **Information Technology Reform**

Savings of \$30 million state near general fund are realized through Information Technology (IT) related efficiency efforts. Chapter 282, Laws of 2010, Partial Veto (ESHB 3178), outlines the IT efficiency efforts, which include potential savings related to wireless service, telephony, desktop computers, email services, and data storage. Additionally, \$15 million of the \$30 million savings are achieved by reducing rates paid by agencies into the Data Processing Revolving Account and utilizing the excess fund balance.

## **Special Appropriations (Compensation Related Items)**

### **Temporary Layoff Savings**

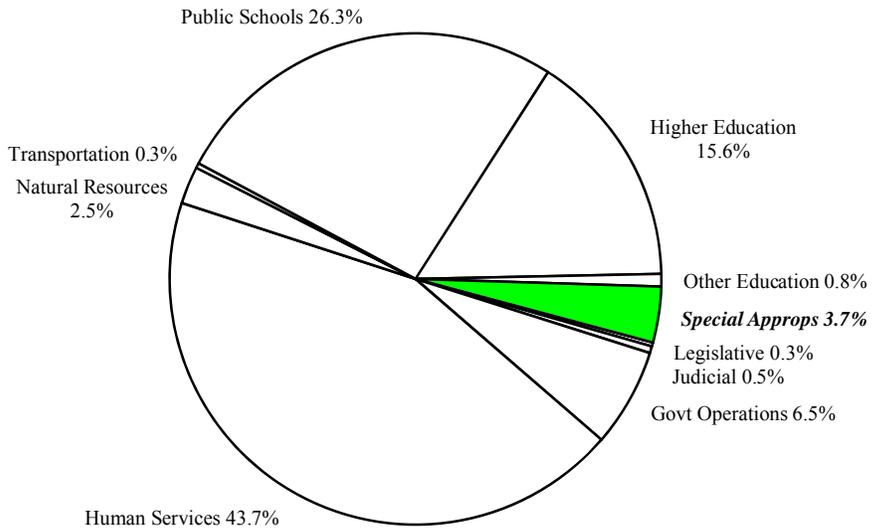
Funding for agencies is reduced (by \$38.0 million Near General Fund-State and \$35.3 million in other funds) to reflect savings from closing agencies for ten days, or implementing approved equivalent compensation reduction plans, as specified in Chapter 32, Laws of 2010, 1<sup>st</sup> sp.s., Partial Veto (ESSB 6503). Certain agencies and activities are exempted from the closure or compensation reduction requirements. Legislatively-adopted provisions requiring general government state agencies to reduce compensation expenditures on Washington Management Services (WMS) and Civil Service-exempt management employees by \$10 million Near General Fund-State and additional amounts in other funds, in addition to the reduced expenditures due to closures or reduction plans, were vetoed by the Governor.

### **State Employee Health Benefit Funding Increase**

Additional funding (\$64.9 million Near General Fund-State and \$53.1 million in other funds) is provided to cover cost increases for state employee health benefits. State employer contribution rates for fiscal year 2011 are increased from \$768 per employee per month to \$850 per employee per month, an increase of \$82 per employee per month over contribution levels for fiscal year 2010. The amount remitted by technical colleges, school districts, and educational service districts for retiree insurance coverage from the Public Employees' Benefits Board is reduced \$64.90 per employee per month to \$62.48 per employee per employee per month.

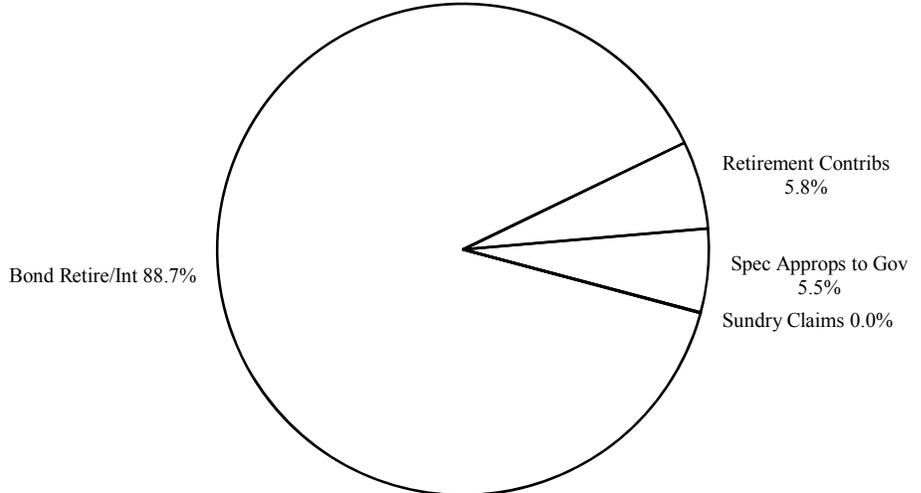
**2009-11 Washington State Omnibus Operating Budget  
Including 2010 Supplemental  
Total Budgeted Funds**  
(Dollars in Thousands)

Legislative	158,277
Judicial	273,554
Governmental Operations	3,921,845
Human Services	26,450,440
Natural Resources	1,494,562
Transportation	195,202
Public Schools	15,909,596
Higher Education	9,453,410
Other Education	496,323
<b><i>Special Appropriations</i></b>	<b><i>2,229,691</i></b>
<b>Statewide Total</b>	<b>60,582,900</b>



**Washington State**

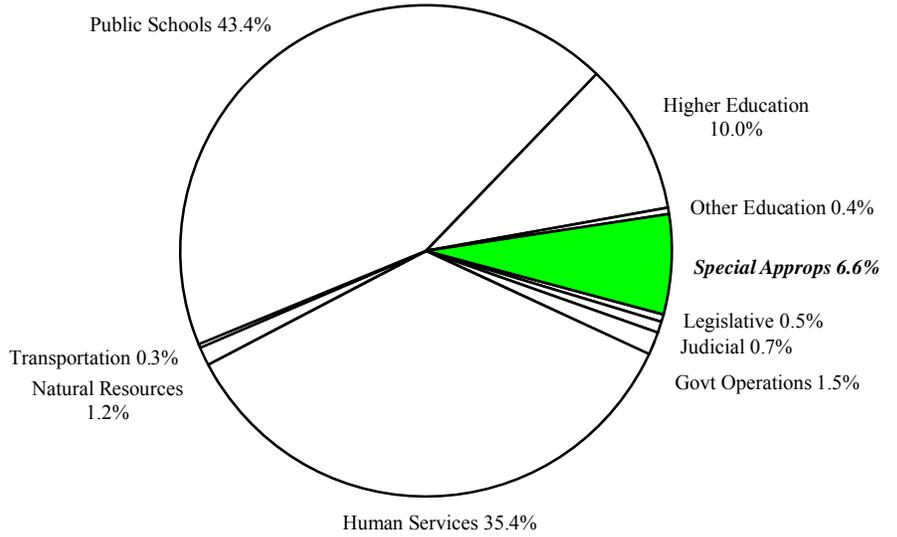
Bond Retire/Int	1,977,277
Retirement Contributions	129,330
Spec Approps to Gov	122,193
Sundry Claims	891
<b><i>Special Appropriations</i></b>	<b><i>2,229,691</i></b>



***Special Appropriations***

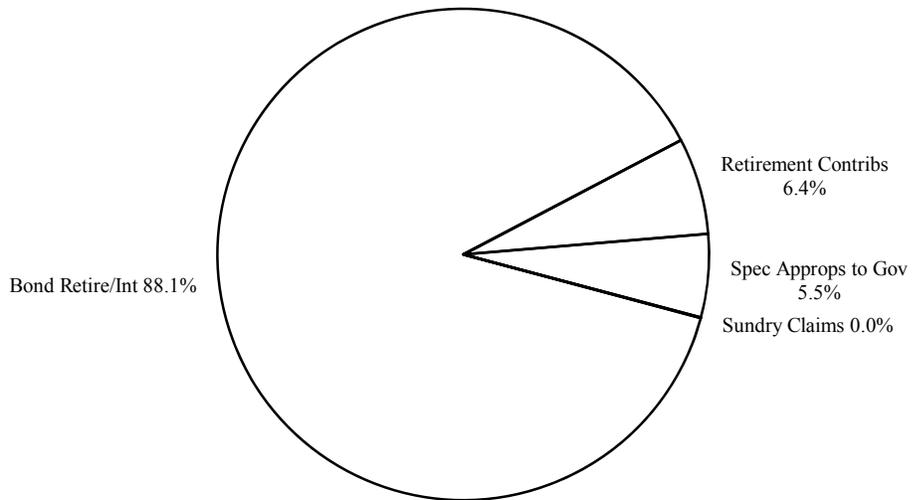
**2009-11 Washington State Omnibus Operating Budget  
Including 2010 Supplemental  
Near General Fund-State  
(Dollars in Thousands)**

Legislative	153,900
Judicial	228,493
Governmental Operations	464,535
Human Services	10,976,045
Natural Resources	372,107
Transportation	77,996
Public Schools	13,442,302
Higher Education	3,094,912
Other Education	125,446
<b><i>Special Appropriations</i></b>	<b><i>2,035,286</i></b>
<b>Statewide Total</b>	<b>30,971,022</b>



**Washington State**

Bond Retire/Int	1,793,797
Retirement Contributions	129,330
Spec Approps to Gov	111,268
Sundry Claims	891
<b><i>Special Appropriations</i></b>	<b><i>2,035,286</i></b>



***Special Appropriations***

**Bond Retirement and Interest**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2009-11 Original Appropriations</b>	<b>1,813,244</b>	<b>184,094</b>	<b>1,997,338</b>
<b>Total Maintenance Changes</b>	<b>-19,447</b>	<b>-614</b>	<b>-20,061</b>
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<b>2009-11 Revised Appropriations</b>	<b>1,793,797</b>	<b>183,480</b>	<b>1,977,277</b>
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**Comments:**

There were no policy level changes.

NOTE: Amounts shown here reflect only the omnibus appropriations act. The remainder of the Bond Retirement & Interest's budget is shown in the Transportation Budget Section of this document.

### Contributions to Retirement Systems

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2009-11 Original Appropriations</b>	<b>130,230</b>	<b>0</b>	<b>130,230</b>
<b>Policy Changes - Non-Comp</b>			
1. Match Contribution to Payout Level	-2,000	0	-2,000
<b>Policy -- Non-Comp Total</b>	<b>-2,000</b>	<b>0</b>	<b>-2,000</b>
<b>Policy Changes - Comp</b>			
2. LEOFF & WSPRS Survivor Benefits	300	0	300
3. Public Safety Employees Hlth Benefit	800	0	800
<b>Policy -- Comp Total</b>	<b>1,100</b>	<b>0</b>	<b>1,100</b>
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<b>2009-11 Revised Appropriations</b>	<b>129,330</b>	<b>0</b>	<b>129,330</b>
Fiscal Year 2011 Total	-900	0	-900

**Comments:**

1. **Match Contribution to Payout Level** - Funding for contributions to the Judicial Retirement System is reduced to more closely match the expected levels of benefit payments during the 2009-11 biennium.
  
2. **LEOFF & WSPRS Survivor Benefits** - Funding is provided for increased state contributions to the Law Enforcement Officers' and Fire Fighters' Retirement System (LEOFF) as a result of improvements to the benefits paid to survivors of LEOFF and Washington State Patrol Retirement System (WSPRS) members pursuant to the provisions of Chapter 261, Laws of 2010 (EHB 2519)
  
3. **Public Safety Employees Hlth Benefit** - Funding is provided for the impact on contribution rates in LEOFF Plan 2 from Chapter 259, Laws of 2010 (SHB 1679 - Public Safety Employees' Health Benefits Reimbursement).

## State Employee Compensation Adjustments

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2009-11 Original Appropriations</b>	<b>800</b>	<b>1,000</b>	<b>1,800</b>
<b>Total Maintenance Changes</b>	<b>-800</b>	<b>-1,000</b>	<b>-1,800</b>
<b>Policy Changes - Comp</b>			
1. Management Compensation	-10,000	-15,764	-25,764
2. Governor Veto	10,000	15,764	25,764
<b>2009-11 Revised Appropriations</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Comments:**

1. **Management Compensation** - Agency appropriations are reduced consistent with Chapter 32, Laws of 2010, 1st sp.s., Partial Veto (ESSB 6503 - Closing State Agencies on Specified Dates), due to the reduction in compensation costs required for Washington Management Services (WMS) and exempt management employees in general government state agencies. Specific agency reductions are detailed in Legislative Evaluation and Accountability Program (LEAP) document TL1 dated April 10, 2010. This item was vetoed (please see Governor Veto item below). (General Fund-State, various other accounts)
  
2. **Governor Veto** - The Governor vetoed Section 708 of Chapter 32, Laws of 2010, 1st sp.s., Partial Veto (ESSB 6444), which required general government state agencies to reduce compensation expenditures on WMS and Civil Service-exempt management employees. (General Fund-State, various other accounts)

NOTE: In addition to the amounts displayed in this portion, the operating budget (Chapter 37, Laws of 2010, 1st sp.s., Partial Veto [ESSB 6444]) made appropriations from transportation fund sources. Those appropriations, which relate to health benefit funding, are included in the transportation agencies portion (Part VI) of this document.

### Sundry Claims

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2009-11 Original Appropriations</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Policy Changes - Non-Comp</b>			
1. Sundry Claims	891	0	891
<b>Policy -- Non-Comp Total</b>	<b>891</b>	<b>0</b>	<b>891</b>
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<b>2009-11 Revised Appropriations</b>	<b>891</b>	<b>0</b>	<b>891</b>
Fiscal Year 2010 Total	891	0	891

**Comments:**

- Sundry Claims** - On the recommendation of the Risk Management Division of the Office of Financial Management, payment is made under RCW 9A.16.110 for claims for reimbursement of legal costs and other expenses of criminal defendants acquitted on the basis of self-defense (\$741,000) and under RCW 41.04.017 for a death benefit claim (\$150,000). Sundry claims received by the Legislature by March 8, 2010, are included.

## Special Appropriations to the Governor

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2009-11 Original Appropriations</b>	<b>123,992</b>	<b>8,500</b>	<b>132,492</b>
<b>Policy Changes - Non-Comp</b>			
1. Capital Building Construction Acct	-400	0	-400
2. Opportunity Express Funding	18,556	0	18,556
3. IT Reform	-30,000	0	-30,000
4. Extraordinary Criminal Justice Cost	620	0	620
5. Agency Reallocation & Realignment	250	0	250
6. Strategic Printing	-1,500	0	-1,500
7. Dept. of Transportation	0	2,425	2,425
8. Governor Veto	-250	0	-250
<b>Policy -- Non-Comp Total</b>	<b>-12,724</b>	<b>2,425</b>	<b>-10,299</b>
<b>2009-11 Revised Appropriations</b>	<b>111,268</b>	<b>10,925</b>	<b>122,193</b>
Fiscal Year 2010 Total	220	0	220
Fiscal Year 2011 Total	-12,944	2,425	-10,519

**Comments:**

1. **Capital Building Construction Acct** - The state general fund appropriation into the Capital Building Construction Account is reduced due to increased timber sales revenues. The Capital Building Construction Account is used to pay debt service on the Natural Resources Building and the Legislative Building rehabilitation. The state general fund is used to backfill the account when timber sales revenues, which are the primary source of revenue for the account, do not cover the debt service.
2. **Opportunity Express Funding** - State general funds are appropriated into the Opportunity Express Account, created pursuant to Chapter 24, Laws of 2010, 1st sp.s., Partial Veto (E2SHB 2630), for worker retraining and opportunity grants at the community and technical colleges.
3. **IT Reform** - Funding is reduced to reflect savings from information technology (IT) efficiency efforts outlined in Chapter 282, Laws of 2010, Partial Veto (ESHB 3178). Of this amount, \$15 million is assumed to be achieved from reducing Data Processing Revolving Account rates paid by agencies and utilizing the excess fund balance in the revolving account.
4. **Extraordinary Criminal Justice Cost** - The Office of Financial Management shall distribute funds to Franklin County (\$33,000), Skagit County (\$390,000), and Jefferson County (\$197,000) for extraordinary criminal justice costs.
5. **Agency Reallocation & Realignment** - One-time funding is provided for the Agency Reallocation and Realignment of Washington (ARROW) Commission to evaluate the operations and organization of state government. This item was vetoed (please see Governor Veto item below).
6. **Strategic Printing** - Funding is reduced to reflect savings achieved through a strategic printing strategy. The strategy will include utilizing print management, standardizing envelopes, streamlining printing processes, and pilot projects allowing state agencies to directly acquire printing services.
7. **Dept. of Transportation** - Funding is provided to the Department of Transportation's Program Delivery Management and Support Program for compliance with its national pollution discharge elimination system permit. (Motor Vehicle Fund-State)
8. **Governor Veto** - The Governor vetoed Section 717 of Chapter 37, Laws of 2010, 1st sp.s., Partial Veto (ESSB 6444), which provided funding for the ARROW commission.