

Other Human Services

Department of Corrections

A total of \$1.7 billion is provided for the Department of Corrections (DOC) to incarcerate an average of 18,000 inmates per month and to supervise an average of 15,225 offenders in the community per month for the 2011-13 biennium. This represents a decrease of \$73.4 million (4.3 percent) in corrections spending from the 2009-11 biennium and savings of \$137.3 million (7.6 percent) from the 2011-13 maintenance level.

The budget provides \$6 million for prison safety enhancements, including: a study to standardize a body alarm or proximity card system statewide; pilot projects for a body alarm system and a proximity card system; upgrades to the radio system to add panic buttons; expanded use of pepper spray; development and implementation of training for supervisors on enhanced security awareness; additional staff counselor positions; and the addition of custody staff at the Monroe Correctional Complex and the Washington State Penitentiary who are responsible for monitoring the whereabouts of all prison employees.

Funding is reduced by \$53.6 million General Fund-State to reflect savings from continuing reductions begun in fiscal year 2011 as a result of the Governor's across-the-board reductions and enactment of Chapter 1, Laws of 2010, 2nd sp.s. (HB 3225). These continued savings include: eliminating staff positions (\$18.6 million); reducing administrative costs (\$2.8 million); changing agency staffing structure (\$7.2 million); holding positions vacant (\$7.9 million); reducing Drug Offender Sentencing Alternative bed utilization (\$3.4 million); and achieving additional program savings (\$7.8 million).

Funding is reduced to reflect net savings of \$18.3 million General Fund-State in the 2011-13 biennium from the closure of the McNeil Island Corrections Center (MICC) on April 1, 2011, consistent with the policy included in HB 3225. The savings from the closure of MICC are partially offset by the opening of a unit at the Larch Correctional Center in Yacolt.

The budget assumes savings of \$9.4 million General Fund-State due to changes in community supervision consistent with the following policy changes included in Chapter 40, Laws of 2011, 1st sp.s. (ESSB 5891):

- Elimination of supervision for certain offenders from jail, saving \$1.9 million. Excluded from this group are sex offenders, offenders in treatment programs, offenders with a high-risk profile, and certain offenders with a conviction of a domestic violence offense.
- Elimination of "tolling" or pausing the term of community custody while an offender is confined for violating a sentencing condition, saving \$5.2 million. The length of an offender's supervision will run continuously regardless of whether an offender is incarcerated for violating the terms of their supervision. The practice of tolling will continue for sex offenders.
- Reduction in the length of community supervision for offenders on the First Time Offender Waiver program from 24 and 12 months to 12 and 6 months, saving \$2.3 million.

The budget assumes savings of \$15.5 million General Fund-State related to costs for housing community supervision violators. DOC will negotiate lower contract amounts for housing offenders in local and tribal government jails. The rate must not exceed \$85 per day per offender, saving \$7 million. In addition, the budget assumes a lower demand for violator beds attributable to the reduction in the number of offenders on supervision and the elimination of tolling, saving \$8.5 million.

Funding is reduced by \$4.0 million General Fund-State to reflect savings from early deportation of certain non-citizen drug and property offenders, consistent with Chapter 206, Laws of 2011, Partial Veto (ESHB 1547). The

reduction assumes that qualifying non-citizen offenders are deported and that qualifying newly-sentenced non-citizen offenders are processed for deportation upon arrival to the state prison system.

Criminal Justice Training Commission

The budget provides \$30.3 million from General Fund-State to the Criminal Justice Training Commission (CJTC) for training and certification of local law enforcement and corrections officers and pass-through funds to the Washington Association of Sheriffs and Police Chiefs (WASPC). This funding level is an 11.1 percent reduction from General Fund-State expenditures in the 2009-11 biennium.

Major items include:

- Funding is reduced by \$1.3 million to reflect a 25 percent partial reimbursement of the basic law enforcement academy costs by law enforcement agencies that send cadets for training. The budget assumes total funding of \$5.2 million for eight basic law enforcement academies in fiscal year 2011 and nine academies in fiscal year 2012.
- Funding is reduced by \$2.5 million for pass-through programs administered by WASPC. The reduction is partially backfilled with \$1.7 million in funding from the Washington Auto Theft Prevention Account, for a net reduction of \$803,000.
- \$2.0 million is provided for grants to counties historically underserved by federally-funded narcotics task forces.

Department of Health

The Department of Health (DOH) has a total budget of \$1.1 billion to provide educational and health care services, administer a variety of health care licensure programs, regulate drinking water and commercial shellfish production, respond to infectious disease outbreaks, support local public health jurisdictions, and operate the state's public health laboratory.

In 2007, the Legislature increased funding to local public health jurisdictions by \$20 million based on the recommendation of the Blue Ribbon Commission on Health Care. The funding was accompanied by a mandate to define core public health functions and for local public health jurisdictions to report on outcomes. This program is reduced by \$10 million in the 2011-13 biennium. Local public health jurisdictions will receive a total of \$73.2 million in discretionary funding from DOH for the 2011-13 biennium.

DOH provides family planning funding to a network of local providers throughout the state. These funds can be used for a variety of family planning activities and serve clients who earn 250 percent or less of the federal poverty level. Funding for these grants is reduced by 11.25 percent (\$2.3 million Near General Fund-State).

Employment Security Department

The Employment Security Department has a total budget of \$715 million to administer Washington's unemployment insurance system, operate the WorkSource system, operate the Washington Service Corps program, and conduct labor market and economic analysis.

Savings of \$33.2 million in state general fund are achieved by delaying the implementation of the Family Leave Insurance Program by three years until October 2015, pursuant to Chapter 25, Laws of 2011, 1st sp.s. (ESSB 5091).

A total of \$35.6 million in federal funds is provided for implementing the second phase of the new unemployment insurance tax information computer system, which will replace the current system that was originally implemented in 1984.

Labor and Industries

The Department of Labor and Industries has a total budget of \$638 million to administer Washington's workers' compensation system, manage the occupational health and safety program, operate the crime victims' compensation program, and license and enforce safe building practices.

Savings of \$1.6 million in state general fund are achieved by eliminating payment awards provided as permanent partial disability benefits and benefits for home and vehicle modifications given to victims of criminal acts pursuant to Chapter 346, Laws of 2011, Partial Veto (SSB 5691).

A total of \$26.9 million in state industrial insurance funds are provided for implementing changes to the workers' compensation program pursuant to Chapter 37, Laws of 2011, 1st sp.s. (EHB 2123). The legislation makes a number of changes including authorizing claim resolution structured settlement agreements for workers age 55 or older with a phase-in to younger workers over time. Savings of \$600 million in industrial insurance trust funds are assumed as well as \$6 million in state general fund from reduced workers compensation charges to the state.

Department of Veterans' Affairs

A total of \$114.8 million total funds is provided for veterans' services for soldiers and their families. The appropriated amount reflects a General Fund-State reduction of \$245,000 to headquarters administration and a General Fund-State increase of \$85,000 for updating information technology systems. The budget assumes an additional \$660,000 in revenue generated by the implementation of Chapter 352, Laws of 2011 (SB 5806 - Veteran Lottery Raffle). Proceeds from a newly-created annual raffle will be used to provide support, including emergency financial assistance, for returning combat veterans through the Veterans' Innovation Program.

Washington State Health Care Authority

(Dollars in Thousands)

	NGF-S	Other	Total
2009-11 Expenditure Authority	337,345	277,403	614,748
2011 Supplemental *	-20,338	3,248	-17,090
Total 2009-11 Biennium	317,007	280,651	597,658
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2011-13 Maintenance Level	266,819	389,174	655,993
Policy Changes - Non-Comp			
1. Moore, et al. v. HCA	886	0	886
2. Washington Health Program	0	49,501	49,501
3. Health Care Consolidation	4,395,444	5,977,448	10,372,892
4. Dental Residency	-630	0	-630
5. Comm Health Collaborative Grants	-500	0	-500
6. Health Literacy	-420	0	-420
7. Reduce Health Clinic Grant Program	-24,000	0	-24,000
8. Basic Health Plan	-128,467	-73,955	-202,422
9. Medicaid Transfer Cost Allocation	-1,946	1,946	0
10. Health Care Consolidation Executive	-1,028	-942	-1,970
11. State Data Center Rate Increase	20	22	42
12. Health Benefits Exchange Grants	0	23,700	23,700
13. Basic Health Stabilization	-44,000	44,000	0
14. Basic Health Admin Adjustment	-1,135	-601	-1,736
15. Interagency Charges - AG	-14	-20	-34
16. School Employees' Benefits Proposal	1,200	0	1,200
17. Management Efficiency	-98	0	-98
18. TRS I Retirement Subsidies	0	178	178
19. Governor Veto	0	-17,039	-17,039
Policy -- Non-Comp Total	4,195,312	6,004,238	10,199,550
Policy Changes - Comp			
20. Average Final Compensation Adjust	10	18	28
21. 3% Salary Cut for State Employees	-1,839	-3,382	-5,221
22. Suspend Plan 1 Uniform COLA	-1,037	-1,891	-2,928
23. Retire-Rehire Changes (State)	-6	-9	-15
Policy -- Comp Total	-2,872	-5,264	-8,136
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Total 2011-13 Biennium	4,459,259	6,388,148	10,847,407
Fiscal Year 2012 Total	2,195,580	3,138,097	5,333,677
Fiscal Year 2013 Total	2,263,679	3,250,051	5,513,730

Comments:

1. **Moore, et al. v. HCA** - Funding is provided for the first fiscal year of the 2011-13 biennium to fund continuing legal services related to Moore, et al. v. Health Care Authority (HCA), a class action seeking damages related to health care benefits for part-time employees in many state agencies and institutions. (General Fund-State)
2. **Washington Health Program** - Additional expenditure authority is provided to recognize increasing enrollment in the Washington Health Program, a non-subsidized insurance option that allows clients to pay the full premium and administrative cost for a medical benefit package that includes higher deductibles and copayments and lower annual benefit limits than the subsidized Basic Health Plan. (Basic Health Plan Subscription Account-Non-Appropriated)
3. **Health Care Consolidation** - Pursuant to Chapter 15, Laws of 2011, 1st sp.s. (2E2SHB 1738), administration of the Medical Assistance Program is transferred from the Department of Social and Health Services (DSHS) to the HCA effective July 1, 2011. (General Fund-State, General Fund-Private/Local, Emergency Medical Services and Trauma Care Systems Trust Account-State, Hospital Safety Net Assessment Account-State, General Fund-Federal)
4. **Dental Residency** - State dental residency grants are suspended for the 2011-13 biennium. The grants have enabled community clinics in five counties to employ recent dental graduates in the provision of dental care for low-income and uninsured persons.
5. **Comm Health Collaborative Grants** - State grants for Community Health Care Collaborative (CHCC) programs are

Washington State Health Care Authority

- suspended for the 2011-13 biennium. These grants provided funding to 14 CHCC programs providing services in 28 counties. The CHCC programs helped community groups develop local partnerships and strategies for providing medical and dental care for low-income uninsured or underinsured persons.
6. **Health Literacy** - Funding is adjusted to reflect completion of a project undertaken during the 2009-11 biennium to increase health awareness among low-income populations.
 7. **Reduce Health Clinic Grant Program** - State grants to community health clinics are suspended for the biennium. The grants have helped clinics provide primary care to uninsured persons on a sliding-fee basis.
 8. **Basic Health Plan** - New admissions to the state-subsidized Basic Health Plan (BHP) will continue to be frozen throughout the 2011-13 biennium. An average of approximately 37,000 persons per month are expected to be covered by the program during FY 2012 and an average of 33,000 per month during FY 2013. (General Fund-State, Basic Health Plan Trust Account-Non-Appropriated, General Fund-Federal)
 9. **Medicaid Transfer Cost Allocation** - The transfer of the Medical Assistance Program from DSHS to HCA, pursuant to Chapter 15, Laws of 2011, 1st sp.s. (2E2SHB 1738), changes the base upon which central administrative functions are allocated. Appropriations are adjusted to reflect the new administrative allocation anticipated once the transfer is complete. (General Fund-State, State Health Care Authority Administrative Account, General Fund-Federal)
 10. **Health Care Consolidation Executive** - The consolidation of the Medical Assistance Program and HCA, pursuant to Chapter 15, Laws of 2011, 1st sp.s. (2E2SHB 1738), reduces the number of senior management positions. (General Fund-State, General Fund-Federal)
 11. **State Data Center Rate Increase** - Funds are provided for this agency's share of the cost to design, acquire, and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, various other funds)
 12. **Health Benefits Exchange Grants** - Chapter 317, Laws of 2011 (SSB 5445), directs the state to operate a health benefit exchange by January 1, 2014, pursuant to the federal Patient Protection and Affordable Care Act. The Authority expects to receive federal grant funding for planning and implementing the exchange. (General Fund-Federal)
 13. **Basic Health Stabilization** - Funds are transferred from the Tobacco Settlement Account into the Basic Health Stabilization Account in order to support continued operation of the BHP. (General Fund-State, Basic Health Plan Stabilization Account-State)
 14. **Basic Health Admin Adjustment** - Staff and funding for administration of the BHP are reduced to reflect the reduced workload associated with decreased enrollment levels. (General Fund-State, General Fund-Federal)
 15. **Interagency Charges - AG** - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General (AG). (General Fund-State, State Health Care Authority Administration Account-State, General Fund-Federal)
 16. **School Employees' Benefits Proposal** - Funding is provided for HCA to develop a plan to implement a consolidated health benefits system for school district and educational service district employees for the 2013-14 school year. The plan shall be reported to the Governor and the fiscal committees of the Legislature by December 15, 2011. Along with the plan, the report shall include information and recommendations on subjects including the costs and benefits of the current system of providing school district and educational service district employee health benefits, options for voluntary or mandatory statewide participation, and methods to reduce inequities between individual and family coverage for participants.
 17. **Management Efficiency** - Funding is reduced to reflect management and administrative reforms, such as layering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and work sessions. (General Fund-State, various other funds)
 18. **TRS 1 Retirement Subsidies** - Funding is provided for the cost of administering a \$250 per month subsidy payment program for certain newly-retired members of the Teachers' Retirement System Plan 1 (TRS 1), pursuant to SSB 5846 (Retired Public Employees). (Health Care Authority Administrative Account-State)
 19. **Governor Veto** - The Governor vetoed the Medicaid Fraud Penalty Account-State appropriation in Section 213 of Chapter 50, Laws of 2011, 1st sp.s., Partial Veto (2ESHB 1087), because the Legislature did not enact legislation establishing the account.
 20. **Average Final Compensation Adjust** - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to Chapter 5, Laws of 2011, 1st sp.s. (HB 2070 - Average Final Compensation for

Washington State Health Care Authority

State and Local Government Employees). (General Fund-State, various other funds)

21. **3% Salary Cut for State Employees** - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than \$2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)
22. **Suspend Plan 1 Uniform COLA** - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to \$1,500 per month. (General Fund-State, various other funds)
23. **Retire-Rehire Changes (State)** - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Chapter 47, Laws of 2011, 1st sp.s. (ESHB 1981 - Higher Education Retirement Plan and Post-Retirement Employment). (General Fund-State, various other funds)

* Please see the 2011 Supplemental Operating Budget Section for additional information.

Washington State Health Care Authority

WORKLOAD HISTORY

By Fiscal Year

	2004	2005	2006	2007	2008	2009	2010	Estimated		
								2011	2012	2013
Basic Health Plan										
Subsidized Enrollees	103,452	99,807	100,444	102,118	104,792	103,590	76,079	52,520	37,276	33,041
% Change from prior year		-3.5%	0.6%	1.7%	2.6%	-1.1%	-26.6%	-31.0%	-29.0%	-11.4%

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 2004 through FY 2010 from the Health Care Authority.

FY 2011 through FY 2013 are actuals and estimates from legislative fiscal staff.

Human Rights Commission

(Dollars in Thousands)

	NGF-S	Other	Total
2009-11 Expenditure Authority	5,149	1,584	6,733
2011 Supplemental *	-158	0	-158
Total 2009-11 Biennium	4,991	1,584	6,575
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2011-13 Maintenance Level	5,133	1,994	7,127
Policy Changes - Non-Comp			
1. Reduce Administrative Costs	-226	0	-226
2. Reduce Admin Hearings Services	-70	0	-70
3. Close Seattle Office	-182	0	-182
4. Travel Reductions	-34	0	-34
5. State Data Center Rate Increase	13	0	13
6. Interagency Charges - AG	-37	0	-37
Policy -- Non-Comp Total	-536	0	-536
Policy Changes - Comp			
7. 3% Salary Cut for State Employees	-74	-58	-132
8. Suspend Plan 1 Uniform COLA	-41	-33	-74
Policy -- Comp Total	-115	-91	-206
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Total 2011-13 Biennium	4,482	1,903	6,385
Fiscal Year 2012 Total	2,240	971	3,211
Fiscal Year 2013 Total	2,242	932	3,174

Comments:

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| <p>1. Reduce Administrative Costs - The Human Rights Commission (HRC) will achieve savings through staff reductions and by identifying administrative efficiencies.</p> <p>2. Reduce Admin Hearings Services - HRC will achieve savings through its continued effort to reduce the number of cases that proceed to litigation.</p> <p>3. Close Seattle Office - HRC's Seattle branch was closed on June 30, 2010. This item represents savings from the excess in funds allocated for the office lease and the associated service contracts.</p> <p>4. Travel Reductions - HRC will continue to achieve savings by reducing travel expenses and relying on telephone and web video conferencing.</p> <p>5. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire, and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, various other funds)</p> <p>6. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General (AG). (General Fund-State, various other funds)</p> | <p>7. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than \$2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)</p> <p>8. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to \$1,500 per month. (General Fund-State, various other funds)</p> <p>* Please see the 2011 Supplemental Operating Budget Section for additional information.</p> |
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Board of Industrial Insurance Appeals

(Dollars in Thousands)

	NGF-S	Other	Total
2009-11 Expenditure Authority	0	36,298	36,298
2011-13 Maintenance Level	0	37,803	37,803
Policy Changes - Non-Comp			
1. Agency Back Office Efficiencies	0	-477	-477
2. Reduce Caseload & Cost Assumptions	0	-810	-810
3. State Data Center Rate Increase	0	32	32
4. Interagency Charges - AG	0	-8	-8
5. WISHA Violation Abatement	0	72	72
6. COHE	0	32	32
7. Workers' Compensation	0	3,786	3,786
Policy -- Non-Comp Total	0	2,627	2,627
Policy Changes - Comp			
8. Average Final Compensation Adjust	0	4	4
9. 3% Salary Cut for State Employees	0	-672	-672
10. Suspend Plan 1 Uniform COLA	0	-380	-380
11. Retire-Rehire Changes (State)	0	-2	-2
Policy -- Comp Total	0	-1,050	-1,050
Total 2011-13 Biennium	0	39,380	39,380
Fiscal Year 2012 Total	0	19,528	19,528
Fiscal Year 2013 Total	0	19,852	19,852

Comments:

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| <ol style="list-style-type: none"> 1. Agency Back Office Efficiencies - Ongoing expenses related to three administrative and financial positions are eliminated. (Accident Account-State, Medical Aid Account-State) 2. Reduce Caseload & Cost Assumptions - The Board of Industrial Insurance Appeals tracks the number of appeals it hears and the cost per appeal. Based on recent experience, ongoing expenditure authority is reduced to better match current workload. (Accident Account-State, Medical Aid Account-State) 3. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire, and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (Accident Account-State, Medical Aid Account-State) 4. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General (AG). (Accident Account-State, Medical Aid Account-State) 5. WISHA Violation Abatement - Funding is provided to implement Chapter 91, Laws of 2011 (ESSB 5068). The bill requires the Board of Industrial Insurance Appeals to adopt rules necessary for conducting an expedited review on the stay | <p>of abatement request and issue a final decision within 45 working days of the notice of filing of appeal. (Accident Account-State, Medical Aid Account-State)</p> <ol style="list-style-type: none"> 6. COHE - Centers of Occupational Health and Education (COHES) work with medical providers, employers, and injured workers in community-based programs. Funding is provided for potential increases in appeals, pursuant to Chapter 6, Laws of 2011 (SSB 5801). (Accident Account-State, Medical Aid Account-State) 7. Workers' Compensation - Funding is provided to implement Chapter 37, Laws of 2011, 1st sp.s. (EHB 2123), which requires creation of a wage subsidy program for injured workers doing light duty or transitional work, a claim resolution structured settlement agreement program, and a safety and health investments project program. The legislation also makes changes to permanent total and partial disability awards, suspends cost-of-living adjustments, creates an Industrial Insurance Rainy Day Fund, and provides for a performance audit of the workers' compensation claims management system and a study of occupational disease claims. (Accident Account-State, Medical Aid Account-State) 8. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary |
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Board of Industrial Insurance Appeals

reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to Chapter 5, Laws of 2011, 1st sp.s. (HB 2070 - Average Final Compensation for State and Local Government Employees). (General Fund-State, various other funds)

9. **3% Salary Cut for State Employees** - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than \$2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)
10. **Suspend Plan 1 Uniform COLA** - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to \$1,500 per month. (General Fund-State, various other funds)
11. **Retire-Rehire Changes (State)** - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Chapter 47, Laws of 2011, 1st sp.s. (ESHB 1981 - Higher Education Retirement Plan and Post-Retirement Employment). (General Fund-State, various other funds)

Washington State Criminal Justice Training Commission

(Dollars in Thousands)

	NGF-S	Other	Total
2009-11 Expenditure Authority	35,116	7,898	43,014
2011 Supplemental *	-1,122	663	-459
Total 2009-11 Biennium	33,994	8,561	42,555
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2011-13 Maintenance Level	34,086	16,040	50,126
Policy Changes - Non-Comp			
1. Administration Activity Reductions	-420	60	-360
2. Basic Law Enforcement Academy	-320	0	-320
3. Corrections Training Activity	-300	0	-300
4. Crisis Intervention Training	0	681	681
5. Development, Training and Standards	-762	312	-450
6. Driving Simulator	0	246	246
7. State Data Center Rate Increase	29	0	29
8. Reimbursement for Ammunition Costs	-321	321	0
9. Partial Reimbursement for BLEA	-1,296	1,296	0
10. Auto Theft Prevention Account	0	-7,944	-7,944
11. WASPC Activity	-2,500	1,697	-803
12. Prosecuting Attorney Training	-46	0	-46
13. Rural Drug Task Forces	2,000	0	2,000
14. School Safety Training	392	0	392
15. Interagency Charges - AG	-21	0	-21
16. School Mapping	0	1,000	1,000
Policy -- Non-Comp Total	-3,565	-2,331	-5,896
Policy Changes - Comp			
17. 3% Salary Cut for State Employees	-138	0	-138
18. Suspend Plan 1 Uniform COLA	-78	0	-78
Policy -- Comp Total	-216	0	-216
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Total 2011-13 Biennium	30,305	13,709	44,014
Fiscal Year 2012 Total	15,165	6,833	21,998
Fiscal Year 2013 Total	15,140	6,876	22,016

Comments:

1. **Administration Activity Reductions** - Funding is reduced to reflect administrative savings achieved by: combining the duties of the Deputy Director and Certification Manager; reducing the Human Resources Manager from full-time to part-time status; reducing 1.5 FTE fiscal staff by transitioning to Small Agency Client Services; and hiring a new Deputy Director at a lower salary. Also, outside agencies will be charged a rental fee for the use of the Criminal Justice Training Commission's (CJTC's) Burien facility. (General Fund-State, General Fund-Private/Local)
2. **Basic Law Enforcement Academy** - Funding is reduced to reflect efficiencies in the Basic Law Enforcement Academy (BLEA). The contract for the Defensive Tactics instructor will be reduced, and the current agreement for the services of the BLEA commander will end. A state employee will be hired to perform these duties at a reduced cost. Agreements with law enforcement agencies will be ended early in order to return training officers to their agencies and remove them from the BLEA payroll.
3. **Corrections Training Activity** - Funding is reduced to reflect a reduction in the number of corrections training classes offered and the elimination of one training officer position.
4. **Crisis Intervention Training** - Expenditure authority is provided for Crisis Intervention Training. CJTC will be reimbursed by King County for provision of the training. (General Fund-Private/Local)
5. **Development, Training and Standards** - Funding is reduced to reflect reductions for the emergency vehicle operator course; methamphetamine, crisis intervention, and child welfare training programs; and for elimination of a part-time regional training manager position. Pass-through funding is reduced for the defense attorneys, municipal attorneys, Drug Prosecution Assistance Program, Project Safe Neighborhoods, and the Major Crimes Task Force. This item also includes increased local funding obtained by charging local law enforcement agencies for non-mandated post-academy basic training. (General Fund-State, General Fund-Private/Local)

Washington State Criminal Justice Training Commission

6. **Driving Simulator** - Funding was provided for statewide advanced driver training utilizing the driving simulators in the FY 2010 supplemental capital budget. Expenditure authority is provided from private/local funds for the support and operation of the simulator training. (General Fund-Private/Local)
7. **State Data Center Rate Increase** - Funds are provided for this agency's share of the cost to design, acquire, and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, various other funds)
8. **Reimbursement for Ammunition Costs** - Funding from General Fund-State is reduced and funding from General Fund-Local is increased to reflect cost recovery for ammunition. Agencies will reimburse CJTC for the costs of ammunition, based on the average cost of ammunition per cadet, for cadets they enroll in the BLEA. (General Fund-State, General Fund-Local)
9. **Partial Reimbursement for BLEA** - Funding is reduced to reflect a 25 percent partial reimbursement of the BLEA costs for law enforcement agencies that send cadets for training. (General Fund-Private/Local)
10. **Auto Theft Prevention Account** - Funding of \$5.9 million is provided for the Washington Auto Theft Prevention Authority and auto theft prevention task forces. (Washington Auto Theft Prevention Authority Account-State)
11. **WASPC Activity** - Funding is reduced for programs administered by the Washington Association of Sheriffs and Police Chiefs (WASPC). Programs administered by WASPC include the Uniform Crime Reporting, retention of sex offender records, Missing Persons, Victim Information System, Jail Booking and Reporting System and Statewide Automated Victim Identification System, Sex Offender Address Verification, Offender Watch System, and National Incident Based Reporting. Funding for the Sex Offender Address Verification Program is exempted from the reduction. Funding from the Washington Auto Theft Prevention Authority Account is provided to partially offset the reduction. (General Fund-State, Washington Auto Theft Prevention Authority Account-State)
12. **Prosecuting Attorney Training** - Funding for prosecuting attorney training is reduced by 10 percent.
13. **Rural Drug Task Forces** - Funding is provided for grants to enforce illegal drug laws in counties that have been historically underserved by federally funded state narcotics task forces. WASPC, the Washington Association of Prosecuting Attorneys, and the Washington Association of County Officials shall jointly develop funding allocations for the offices of the county sheriff, county prosecutor, and county clerk.
14. **School Safety Training** - Funding is provided to train school security officers, individuals engaged in school safety, and school administrators. The goal is to assist schools in developing the expertise and capacity to manage safety and security concerns with the support of law enforcement and other public safety officials.
15. **Interagency Charges - AG** - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General (AG). (General Fund-State, various other funds)
16. **School Mapping** - Funding is provided from the Washington Auto Theft Prevention Authority Account to maintain the statewide Critical Incident Planning and Mapping System commonly referred to as School Mapping. The operation of the system has been supported by the use of capital funds provided for the construction of the system. Construction is now complete, and the system has ongoing maintenance and operating expenses, including system management, software license maintenance, and managed services, including data hosting. (Washington Auto Theft Prevention Authority Account-State)
17. **3% Salary Cut for State Employees** - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than \$2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)
18. **Suspend Plan 1 Uniform COLA** - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to \$1,500 per month. (General Fund-State, various other funds)

* Please see the 2011 Supplemental Operating Budget Section for additional information.

Department of Labor and Industries

(Dollars in Thousands)

	NGF-S	Other	Total
2009-11 Expenditure Authority	44,311	581,901	626,212
2011 Supplemental *	-1,216	1,216	0
Total 2009-11 Biennium	43,095	583,117	626,212
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2011-13 Maintenance Level	41,852	575,502	617,354
Policy Changes - Non-Comp			
1. Contractor Program Tech Savings	-108	0	-108
2. State Data Center Rate Increase	12	1,206	1,218
3. Contractor Misclassification	34	0	34
4. Workers Compensation	0	2,562	2,562
5. Crime Victims Compensation	-1,560	0	-1,560
6. For Hire Vehicles and Operators	0	102	102
7. Underground Economy	1,250	2,666	3,916
8. Use Federal Crime Victims' Funds	-2,555	0	-2,555
9. Interagency Charges - AG	-35	-2,657	-2,692
10. Industrial Insurance System	0	8,727	8,727
11. Workers' Compensation	0	26,861	26,861
12. Management Efficiency	-82	0	-82
13. Governor Veto	-34	0	-34
Policy -- Non-Comp Total	-3,078	39,467	36,389
Policy Changes - Comp			
14. Average Final Compensation Adjust	2	53	55
15. 3% Salary Cut for State Employees	-439	-9,385	-9,824
16. Suspend Plan 1 Uniform COLA	-251	-5,313	-5,564
17. Retire-Rehire Changes (State)	-2	-26	-28
Policy -- Comp Total	-690	-14,671	-15,361
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Total 2011-13 Biennium	38,084	600,298	638,382
Fiscal Year 2012 Total	18,571	295,614	314,185
Fiscal Year 2013 Total	19,513	304,684	324,197

Comments:

1. **Contractor Program Tech Savings** - The Department of Labor and Industries' contractor insurance renewal program has implemented technology improvements that will allow ongoing savings, resulting in a 2.5 FTE staff and \$108,000 reduction.
2. **State Data Center Rate Increase** - Funds are provided for this agency's share of the cost to design, acquire, and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Accident Account-State, Medical Aid Account-State, Electrical License Account-State)
3. **Contractor Misclassification** - Expenditure authority is provided for the impacts of 2ESHB 1701 (Contractor Misclassification). Note: This bill did not pass during the 2011 regular session or the first special session of the Legislature.
4. **Workers Compensation** - Expenditure authority is provided for the implementation of Chapter 290, Laws of 2011 (ESHB 1725). The bill allows L&I to send industrial insurance notices and orders electronically, requires the Department to report on changes needed to allow injured workers to receive industrial insurance-related care from direct care providers, and requires the Department to make changes to the retrospective rating premium and claim cost calculation as necessary to account for employer payment for direct care services. (Accident Account-State, Medical Aid Account-State)
5. **Crime Victims Compensation** - Chapter 346, Laws of 2011, Partial Veto (SSB 5691), which simplifies administration of the Crime Victims' Compensation program and eliminates specific benefits, is estimated to save \$1.56 million during the 2011-13 biennium.
6. **For Hire Vehicles and Operators** - Expenditure authority is provided for the impacts of Chapter 190, Laws of 2011 (ESHB 1367). (Accident Account-State, Medical Aid Account-State)

Department of Labor and Industries

7. **Underground Economy** - L&I shall expand the detecting unregistered employers targeting system and support field staff in investigation and enforcement. (General Fund-State, Public Works Administrative Account-State, Medical Aid Account-State, Accident Account-State)
8. **Use Federal Crime Victims' Funds** - The fund source mix for L&I's Crime Victims' Compensation program is adjusted to account for the availability of additional federal funds. Federal matching funds are currently relatively high due to previous higher state expenditures.
9. **Interagency Charges - AG** - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General (AG). (General Fund-State, Public Works Account-State, Accident Account-State, Medical Aid Account-State, Plumbing Certificate Account-State, Pressure Systems Safety Account-State)
10. **Industrial Insurance System** - Funding is provided to implement and administer Chapter 6, Laws of 2011 (SSB 5801). The bill requires L&I to establish a health care provider network to treat injured workers. (Medical Aid Account-State)
11. **Workers' Compensation** - Funding is provided to implement Chapter 37, Laws of 2011, 1st sp.s. (EHB 2123), which requires L&I to implement a wage subsidy program for injured workers doing light duty or transitional work, a claim resolution structured settlement agreement program, and a safety and health investments project program. The legislation also makes changes to permanent total and partial disability awards, suspends cost-of-living adjustments, creates an Industrial Insurance Rainy Day Fund, and provides for a performance audit of the workers' compensation claims management system and a study of occupational disease claims. (Accident Account-State, Medical Aid Account-State)
12. **Management Efficiency** - Funding is reduced to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and work sessions. (General Fund-State, various other funds)
13. **Governor Veto** - The Governor vetoed Section 217(3) of Chapter 50, Laws of 2011, 1st sp.s., Partial Veto (2ESHB 1087), which provided expenditure authority for implementation of 2ESHB 1701 (Contractor Misclassification), a bill that was not enacted during the 2011 regular session or first special session of the Legislature.
14. **Average Final Compensation Adjust** - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to Chapter 5, Laws of 2011, 1st sp.s. (HB 2070 - Average Final Compensation for State and Local Government Employees). (General Fund-State, various other funds)
15. **3% Salary Cut for State Employees** - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than \$2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)
16. **Suspend Plan 1 Uniform COLA** - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to \$1,500 per month. (General Fund-State, various other funds)
17. **Retire-Rehire Changes (State)** - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Chapter 47, Laws of 2011, 1st sp.s. (ESHB 1981 - Higher Education Retirement Plan and Post-Retirement Employment). (General Fund-State, various other funds)

* Please see the 2011 Supplemental Operating Budget Section for additional information.

Department of Veterans' Affairs

(Dollars in Thousands)

	NGF-S	Other	Total
2009-11 Expenditure Authority	19,316	93,950	113,266
2011 Supplemental *	-578	578	0
Total 2009-11 Biennium	18,738	94,528	113,266
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2011-13 Maintenance Level	16,814	100,881	117,695
Policy Changes - Non-Comp			
1. Administrative Reductions	-245	0	-245
2. State Data Center Rate Increase	24	13	37
3. Mitigate IT Security Risks	85	0	85
4. Interagency Charges - AG	-6	-8	-14
5. Management Efficiency	-36	0	-36
6. Veterans Raffle Bill	0	660	660
Policy -- Non-Comp Total	-178	665	487
Policy Changes - Comp			
7. Average Final Compensation Adjust	0	10	10
8. 3% Salary Cut for State Employees	-239	-1,523	-1,762
9. Suspend Plan 1 Uniform COLA	-136	-984	-1,120
10. Retire-Rehire Changes (State)	0	-5	-5
Policy -- Comp Total	-375	-2,502	-2,877
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Total 2011-13 Biennium	16,261	99,044	115,305
Fiscal Year 2012 Total	8,531	49,398	57,929
Fiscal Year 2013 Total	7,730	49,646	57,376

Comments:

1. **Administrative Reductions** - The Department of Veterans' Affairs will find efficiencies in headquarters to achieve an administrative reduction.
2. **State Data Center Rate Increase** - Funds are provided for this agency's share of the cost to design, acquire, and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, various other funds)
3. **Mitigate IT Security Risks** - Expenditure authority is provided for new contractual requirements, the purchase of a new pharmacy accounting system, and to maintain compliance with information system standards. (General Fund-Federal, General Fund-Private/Local)
4. **Interagency Charges - AG** - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General (AG). (General Fund-State, various other funds)
5. **Management Efficiency** - Funding is reduced to reflect management and administrative reforms, such as streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and work sessions. (General Fund-State, various other funds)
6. **Veterans Raffle Bill** - Chapter 352, Laws of 2011 (SB 5806 - Veteran Lottery Raffle), creates an annual raffle in support of Veterans' programs. The proceeds from the raffle are deposited in the Veterans Innovations Program Account. (Veterans Innovations Program Account-State)
7. **Average Final Compensation Adjust** - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to Chapter 5, Laws of 2011, 1st sp.s. (HB 2070 - average final compensation for state and local government employees). (General Fund-State, various other funds)
8. **3% Salary Cut for State Employees** - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less

Department of Veterans' Affairs

than \$2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

9. **Suspend Plan 1 Uniform COLA** - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to \$1,500 per month. (General Fund-State, various other funds)
10. **Retire-Rehire Changes (State)** - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Chapter 47, Laws of 2011 1st sp.s. (ESHB 1981 - higher education retirement plan and post-retirement employment). (General Fund-State, various other funds)

* Please see the 2011 Supplemental Operating Budget Section for additional information.

Department of Health

(Dollars in Thousands)

	NGF-S	Other	Total
2009-11 Expenditure Authority	180,149	959,671	1,139,820
2011 Supplemental *	-9,308	242	-9,066
Total 2009-11 Biennium	170,841	959,913	1,130,754
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2011-13 Maintenance Level	187,922	970,222	1,158,144
Policy Changes - Non-Comp			
1. Transfer ABCD Dental Coordinators	-800	0	-800
2. Providing Access to Health Care	0	2,061	2,061
3. Maternity Support Services	-600	0	-600
4. Providing Safe Health Care	0	4,784	4,784
5. Support for Safe Drinking Water	-120	1,670	1,550
6. Reduce Environmental Health Service	-2,364	0	-2,364
7. Reduce Maternal & Children's Health	-1,825	0	-1,825
8. Reduce Hlth Facility Quality Assura	-556	0	-556
9. Reduce Public Health Support	-2,542	0	-2,542
10. Reduce/Restructure Administration	-2,253	0	-2,253
11. Family Planning Capacity Grants	-2,250	0	-2,250
12. Tobacco Cessation Program Changes	0	-43,594	-43,594
13. Delay Homecare worker certification	0	-4,370	-4,370
14. State Data Center Rate Increase	256	197	453
15. Non-Infectious Disease Epidemiology	-170	0	-170
16. Massage Practitioner Legislation	0	137	137
17. Blue Ribbon Public Health Funds	-10,000	0	-10,000
18. Developmental Disabilities Council	170	0	170
19. Online HealthCare Provider Licenses	0	1,969	1,969
20. Physician Provider Information	0	336	336
21. Local WIC Funding	-800	0	-800
22. Interagency Charges - AG	-86	-568	-654
23. Midwives/UW Library Access	0	46	46
24. Board of Naturopathy	0	16	16
25. Health Care Assistants	0	21	21
26. Pharmacy Technicians	0	54	54
27. Surgical Facility Licensing	0	595	595
28. Social Workers	0	142	142
29. Physicians & Physician Assistants	0	336	336
30. Reduce Health Screening/Tracking	-221	0	-221
31. Farmers Market Program	-420	0	-420
32. Stormans v. Pharmacy Board	0	628	628
33. Management Efficiency	-836	0	-836
34. Midwife Fees	115	0	115
35. Radioactive Transfer	0	349	349
36. Governor Veto	0	-5,670	-5,670
Policy -- Non-Comp Total	-25,302	-40,861	-66,163
Policy Changes - Comp			
37. Average Final Compensation Adjust	7	28	35
38. 3% Salary Cut for State Employees	-1,332	-5,113	-6,445
39. Suspend Plan 1 Uniform COLA	-744	-2,875	-3,619
40. Retire-Rehire Changes (State)	-4	-12	-16
Policy -- Comp Total	-2,073	-7,972	-10,045
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Total 2011-13 Biennium	160,547	921,389	1,081,936
Fiscal Year 2012 Total	80,370	482,092	562,462
Fiscal Year 2013 Total	80,177	439,297	519,474

Comments:

1. Transfer ABCD Dental Coordinators - Local dental

Department of Health

- coordinators associated with the Access to Baby and Child Dentistry (ABCD) program are transferred to the Medicaid Purchasing Administration (MPA).
2. **Providing Access to Health Care** - Increased expenditure authority from the Health Professions Account is provided to accommodate growth in the health professional licensure and credentialing workload. (General Fund-Private/Local, Health Professions Account-State)
 3. **Maternity Support Services** - Administrative activities in the Department of Health (DOH) which support the Maternity Support Services program in MPA are eliminated. The oversight activities will be conducted by MPA.
 4. **Providing Safe Health Care** - Increased expenditure authority from the Health Professions Account is provided to accommodate growth in the health professional disciplinary workload. (Health Professions Account-State)
 5. **Support for Safe Drinking Water** - SHB 1468 (Public Water System Permits) removes operating system permit fees for Group A water systems from statute and provides the Department with authority to set fee levels through rule-making. Appropriations are adjusted based on the Department's anticipated program costs and fee changes. This item was vetoed (please see Governor Veto item below). (General Fund-State, Safe Drinking Water Account-State)
 6. **Reduce Environmental Health Service** - Reductions will be made to administrative activities that support local governments in environmental health efforts. Reductions include incentive grants for on-site sewage disposal; outreach and compliance efforts for water systems; and education and prevention activities for zoonotic diseases, water recreation, chemical and pesticide hazards, school environmental health, and food safety.
 7. **Reduce Maternal & Children's Health** - Reductions will be made in the Department's maternal and children's health functions, including elimination of staff support for the Community Health Leadership forum and reductions to administrative and technical support.
 8. **Reduce Hlth Facility Quality Assura** - Reductions will be made to the health facility quality assurance functions, including eliminating group care facility inspections, increasing fees for in-home care agency inspections to offset state subsidies, maximizing Model Toxics Control Account funding, and reducing staff for temporary housing inspections.
 9. **Reduce Public Health Support** - Multiple reductions will be made to the administrative capacity of DOH to support public health efforts. Reductions are made to several activities including: the elimination of the Health Declarations registry; reduced expenditures in the Public Health Laboratory; reduced capacity in monitoring for health care acquired infections, reduced technical support for adverse events tracking, and reduced support to the Poison Control Center.
 10. **Reduce/Restructure Administration** - DOH's central agency administrative functions are reduced by 10 percent (\$1.16 million). The Health Services Quality Assurance Division support is reduced (\$855,000). Health Impact Reviews are suspended (\$238,000).
 11. **Family Planning Capacity Grants** - State funding for family planning activities is reduced by 11.25 percent.
 12. **Tobacco Cessation Program Changes** - Amounts in the Tobacco Prevention and Control Account are not sufficient to continue past levels of programming. Expenditure authority from this account is reduced to reflect that, and tobacco cessation activities within the Department will be reduced. Remaining programs including the Quit-Line and outreach and awareness campaigns will continue to be funded through fees raised from licensing of cigar lounges or tobacconist shops as authorized under ESSB 5542 (Cigar Lounges/Tobacconists). ESSB 5542 did not pass in the 2011 legislative session. (Tobacco Prevention and Control Account-State)
 13. **Delay Homecare worker certification** - Mandatory increases and enhancements to training, new certification requirements, and federal fingerprint background checks for long-term care workers are delayed until the 2013-15 biennium. Fundamental training for in-home care will continue at its current levels of about 28 hours - 34 hours depending on the type of worker. Background checks based on a name search will continue to be required. No clients will lose service as a result of this delay. (Health Professions Account-State)
 14. **State Data Center Rate Increase** - Funds are provided for this agency's share of the cost to design, acquire, and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, various other funds)
 15. **Non-Infectious Disease Epidemiology** - Funding to track non-infectious diseases is reduced by 11 percent.
 16. **Massage Practitioner Legislation** - Appropriation authority in the Health Professions Account is increased for additional workload associated with Chapter 223, Laws of 2011 (SHB 1133 - Massage Practitioner License). (Health Professions Account-State)
 17. **Blue Ribbon Public Health Funds** - Public health grants funded in 2008 as a result of the omnibus Blue Ribbon Commission Act are reduced by 50 percent.
 18. **Developmental Disabilities Council** - Funding is provided for the Developmental Disabilities Council to contract for a family-to-family mentor program to provide information and support to families and guardians of persons who are transitioning out of residential habilitation centers.
 19. **Online HealthCare Provider Licenses** - Additional staff and appropriation authority are provided to implement a system that allows for the direct online submission of new license applications, renewals, address changes, and credit card payments. DOH must submit a detailed investment plan for this project to the Office of Financial Management (OFM). OFM

Department of Health

must review and approve this plan before funding may be expended. DOH must successfully implement online application and renewal for at least one profession as a pilot project before pursuing additional professions. DOH must report to OFM on the outcome of the pilot project. (Health Professions Account-State)

20. **Physician Provider Information** - Increased appropriation authority is provided for the Medical Commission to collect demographic information at the time of license renewal, including practice location/setting, medical specialty, clinical competency and medical trends, in order to support emergency/health care reform planning and development of rules and policies. (Health Professions Account-State)
21. **Local WIC Funding** - Funding is reduced for pass through to local Women, Infants, and Children (WIC) providers. The Department will work with local providers to ensure that no federal funds are lost as state general fund is no longer provided and is replaced with state level federal funds.
22. **Interagency Charges - AG** - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General (AG). (General Fund-State, General Fund-Federal, General Fund-Private/Local, Health Professions Account-State)
23. **Midwives/UW Library Access** - Chapter 35, Laws of 2011 (SSB 5071), requires midwives and marriage and family therapists to pay an additional \$25 per year to access the University of Washington's (UW's) Health Services Library. (Health Professions Account-State)
24. **Board of Naturopathy** - Funding is provided to implement Chapter 41, Laws of 2011 (HB 1181), which creates the Board of Naturopathy. (Health Professions Account-State)
25. **Health Care Assistants** - Funding is provided to implement Chapter 70, Laws of 2011 (SHB 1304), which clarifies which drugs may be administered by health care assistants. (Health Professions Account-State)
26. **Pharmacy Technicians** - Funding is provided for Chapter 71, Laws of 2011 (HB 1353), which requires certified pharmacy technicians to complete continuing education requirements. (Health Professions Account-State)
27. **Surgical Facility Licensing** - Funding is provided for Chapter 76, Laws of 2011 (SHB 1575), which redefines ambulatory surgical facilities. (Ambulatory Surgical Facility Account-Non-Appropriated)
28. **Social Workers** - Funding is provided for Chapter 89, Laws of 2011 (ESSB 5020), which requires a social worker to have a degree from an accredited social work program. (Health Professions Account-State)
29. **Physicians & Physician Assistants** - Funding is provided for Chapter 178, Laws of 2011 (SB 5480), which requires physicians and physician assistants to submit demographic data to the Medical Quality Assurance Commission when renewing their licenses. (Health Professions Account-State)
30. **Reduce Health Screening/Tracking** - Screening for sexually transmitted diseases is reduced by 5 percent. Data collection and prevention activities related to tracking of hospital data, zoonotic diseases, and food safety are reduced by 5 percent.
31. **Farmers Market Program** - State funding for the Farmer's Market Nutritional Program is reduced to reflect federal funds now available for this purpose. State funding is provided in both fiscal years to match federal funds.
32. **Stormans v. Pharmacy Board** - Funding is provided for Attorney General legal services related to Board of Pharmacy rules requiring pharmacies to dispense all lawful medications. (Health Professions Account-State)
33. **Management Efficiency** - Funding is reduced to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and work sessions. (General Fund-State, various other funds)
34. **Midwife Fees** - Funding is provided to offset Department expenditures related to licensing of midwives that is not covered by licensing fees.
35. **Radioactive Transfer** - Pursuant to E2SSB 5669 (Natural Resource Agencies), the low-level radioactive waste site permitting program is transferred from the Department of Ecology to DOH. The transfer will take place at the beginning of the second fiscal year. Note: This bill did not pass in the 2011 regular session or first special session of the Legislature. (Site Closure Account-State)
36. **Governor Veto** - The Governor vetoed Section 219(11) and (17) of Chapter 50, Laws of 2011, 1st sp.s., Partial Veto (2ESHB 1087), which provided expenditure authority for SHB 1468 (Public Water System Permits) and ESSB 5542 (Cigar Lounges/Tobacconists). These two bills were not enacted during the 2011 regular session or first special session of the Legislature.
37. **Average Final Compensation Adjust** - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to Chapter 5, Laws of 2011, 1st sp.s. (HB 2070 - Average Final Compensation for State and Local Government Employees). (General Fund-State, various other funds)
38. **3% Salary Cut for State Employees** - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than \$2,500 per month, student employees, and certain

Department of Health

employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

39. **Suspend Plan 1 Uniform COLA** - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to \$1,500 per month. (General Fund-State, various other funds)
40. **Retire-Rehire Changes (State)** - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Chapter 47, Laws of 2011, 1st sp.s. (ESHB 1981 - Higher Education Retirement Plan and Post-Retirement Employment). (General Fund-State, various other funds)

* Please see the 2011 Supplemental Operating Budget Section for additional information.

Department of Corrections

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
2009-11 Expenditure Authority	1,498,532	232,496	1,731,028
2011 Supplemental *	-303	-68	-371
Total 2009-11 Biennium	1,498,229	232,428	1,730,657
2011-13 Maintenance Level	1,778,944	17,656	1,796,600
Policy Changes - Non-Comp			
1. Cost of Supervision Fee Change	875	-750	125
2. Risk Assessment Tool Changes	817	0	817
3. Early Deportation Alien Offenders	-3,975	-890	-4,865
4. Eliminate Tolling for Offenders	-5,165	-159	-5,324
5. Close McNeil Island Corrections Ctr	-23,162	0	-23,162
6. Reduce Administrative Costs	-2,802	0	-2,802
7. Changes Agency Staffing Structure	-7,125	0	-7,125
8. Hold Positions Vacant	-7,906	0	-7,906
9. Eliminate Staff Positions	-18,668	0	-18,668
10. Eliminate On-the-Job Training	-1,354	0	-1,354
11. Achieve Program Underexpenditures	-7,870	0	-7,870
12. Reduce Offender Programming	-1,397	0	-1,397
13. Reduce Contracted Services	-1,342	0	-1,342
14. Reduce DOSA Bed Utilization	-3,400	0	-3,400
15. Reduce Electronic Home Monitoring	-3,012	0	-3,012
16. Merge Indeterminate Sentencing Rev	3,814	0	3,814
17. ISRB Merger Savings	-937	0	-937
18. Open Larch Corrections Elkhorn Unit	4,859	0	4,859
19. State Data Center Rate Increase	635	0	635
20. Health Care Employee Overtime	204	0	204
21. Expedited Medical Assistance	65	0	65
22. Prison Safety Enhancements	0	6,009	6,009
23. Utilize Auto Theft Prevention Funds	-2,110	2,110	0
24. Interagency Charges - AG	-653	0	-653
25. Reduce Rental Rate for Violators	-7,035	0	-7,035
26. Reduce Supervision for FTOW	-2,305	-81	-2,386
27. OBTS Migration	-1,363	0	-1,363
28. Reduce Supervision of Jail Offender	-1,896	-59	-1,955
29. Housing Voucher Expansion	844	0	844
30. Violator Bed Savings	-8,552	0	-8,552
Policy -- Non-Comp Total	-99,916	6,180	-93,736
Policy Changes - Comp			
31. Average Final Compensation Adjust	159	0	159
32. 3% Salary Cut for State Employees	-27,873	-10	-27,883
33. Suspend Plan 1 Uniform COLA	-15,747	-7	-15,754
34. Retire-Rehire Changes (State)	-79	0	-79
Policy -- Comp Total	-43,540	-17	-43,557
Total 2011-13 Biennium	1,635,488	23,819	1,659,307
Fiscal Year 2012 Total	839,464	11,918	851,382
Fiscal Year 2013 Total	796,024	11,901	807,925

Comments:

- 1. Cost of Supervision Fee Change** - One-time funding is provided for a fund balance shortfall in the Cost of Supervision Account. The Department of Corrections (DOC) will also change the amount of the supervision fee and institute a new fee for interstate offenders supervised in Washington, consistent with Chapter 40, Laws of 2011, 1st sp.s. (ESSB 5891). (General Fund-State, Cost of Supervision Account-Non-Appropriated)
- 2. Risk Assessment Tool Changes** - Funding is provided for implementation of a secondary risk assessment tool designed specifically for sex offenders.

Department of Corrections

3. **Early Deportation Alien Offenders** - Savings will be achieved by deporting certain non-citizen drug and property offenders. The proposal assumes that qualifying non-citizen offenders are deported and that qualifying newly sentenced non-citizen offenders are processed for deportation upon arrival to the state prison system, consistent with Chapter 206, Laws of 2011, Partial Veto (ESHB 1547). (General Fund-State, General Fund-Federal)
4. **Eliminate Tolling for Offenders** - DOC will eliminate "tolling" or pausing the term of community custody while an offender is confined for violating a sentencing condition, pursuant to ESSB 5891. The length of an offender's community supervision will run continuously regardless of whether an offender is incarcerated at any time during the community supervision sentence. Tolling would continue for sex offenders. (General Fund-State, Cost of Supervision Account-Non-Appropriated)
5. **Close McNeil Island Corrections Ctr** - Funding is reduced to reflect savings from the closure of the McNeil Island Corrections Center on April 1, 2011.
6. **Reduce Administrative Costs** - Funding is reduced to reflect administrative staff reductions in Community Corrections, Health Services, the Office of the Secretary, and the Prisons Division.
7. **Changes Agency Staffing Structure** - Funding is reduced to reflect reductions to recreation staff, recruitment teams, staff counselors, emergency response teams, and captains at stand-alone minimum security facilities.
8. **Hold Positions Vacant** - Funding is reduced to reflect savings from vacancies.
9. **Eliminate Staff Positions** - Funding is reduced to reflect savings from the elimination of positions throughout DOC.
10. **Eliminate On-the-Job Training** - Funding is reduced to reflect savings from the elimination of the on-the-job training program for correctional officers.
11. **Achieve Program Underexpenditures** - Funding is reduced to reflect savings achieved in health care services.
12. **Reduce Offender Programming** - Funding is reduced to reflect savings from reductions to chemical dependency and education contracts.
13. **Reduce Contracted Services** - Funding is reduced to reflect reductions to contracts for consultative and research services, sex offender treatment services, and medical services and procedures.
14. **Reduce DOSA Bed Utilization** - DOC will reduce the number of funded Drug Offender Sentencing Alternative (DOSA) beds from 215 to 140 to reflect lower utilization.
15. **Reduce Electronic Home Monitoring** - Funding is reduced to reflect savings from limiting the use of electronic home monitoring of offenders to sex offenders, Extraordinary Medical Program participants, Family Offender Sentencing Alternative offenders, and similar cases.
16. **Merge Indeterminate Sentencing Rev** - The Indeterminate Sentence Review Board (ISRB) is merged with DOC, consistent with ESSB 5891. The offender release functions of ISRB will continue. Savings are achieved by eliminating duplicate staff positions from both agencies. The independent decision-making authority of ISRB will not change.
17. **ISRB Merger Savings** - DOC will assume the administrative functions of ISRB. Savings are achieved by eliminating staff positions and the associated expenses of being a stand-alone agency.
18. **Open Larch Corrections Elkhorn Unit** - Funding is provided to open the Elkhorn Unit at Larch Corrections Center to increase system capacity needed as a result of closing McNeil Island Corrections Center.
19. **State Data Center Rate Increase** - Funds are provided for this agency's share of the cost to design, acquire, and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, various other funds)
20. **Health Care Employee Overtime** - Funding is provided to implement Chapter 251, Laws of 2011 (HB 1290), related to elimination of mandatory overtime for health care employees at DOC.
21. **Expedited Medical Assistance** - Funding is provided to implement Chapter 236, Laws of 2011 (SHB 1718), related to providing an expedited medical assistance application process for offenders with developmental disabilities or traumatic brain injuries who are being released from DOC facilities and were previously enrolled in the medical assistance program.
22. **Prison Safety Enhancements** - Funding is provided for the following prison safety enhancements: a study to standardize a body alarm or proximity card system statewide; a pilot program of a body alarm system and a proximity card system; upgrades to the radio system to add panic buttons; expanded use of pepper spray; develop and implement training for supervisors on enhanced security awareness; add staff counselor positions; and add custody staff at the Monroe Correctional Complex and the Washington State Penitentiary that are responsible for ensuring the whereabouts of all prison employees.
23. **Utilize Auto Theft Prevention Funds** - Funding is provided from the Washington Auto Theft Prevention Authority Account to offset incarceration costs in the Department.
24. **Interagency Charges - AG** - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General (AG). (General Fund-State, various other funds)

Department of Corrections

25. **Reduce Rental Rate for Violators** - The mandatory workload step assumes that the average in-state daily rental rates for community custody violator beds will be \$83.54 and \$87.75 in FY 2012 and FY 2013, respectively. Savings are assumed from DOC being directed to negotiate rates that do not exceed \$85 per day, plus medical costs.
26. **Reduce Supervision for FTOW** - Funding is reduced to reflect savings from reducing the supervision of offenders on a first-time offender waiver (FTOW) from 24 and 12 months to 12 and 6 months, pursuant to ESSB 5891.
27. **OBTS Migration** - DOC will reduce payments to the Department of Information Services or its successor by \$213,000 in FY 2012 and by \$1,150,000 in FY 2013. The reduction in payment is related to the elimination of the Offender Base Tracking System (OBTS), including moving remaining portions of the OBTS into the Offender Management Network Information system.
28. **Reduce Supervision of Jail Offender** - Funding is reduced to reflect passage of ESSB 5891, which eliminates community supervision of certain misdemeanor offenders. Supervision is maintained for sex offenders and is added for certain offenders with a conviction for a domestic violence offense.
29. **Housing Voucher Expansion** - Funding is provided to expand the use of housing vouchers and enable the Department to release offenders as close to the offenders' earned release date as possible. Funding is provided to increase the number of vouchers from 165 per month to 238.
30. **Violator Bed Savings** - Funding is reduced to reflect savings in the number of community custody violator beds that will be needed due to changes including reducing supervision by the DOC of jail and court offenders and elimination of tolling (or pausing) the term of community custody while an offender is confined for violating a sentencing condition.
31. **Average Final Compensation Adjust** - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to Chapter 5, Laws of 2011, 1st sp.s. (HB 2070 - Average Final Compensation for State and Local Government Employees). (General Fund-State, various other funds)
32. **3% Salary Cut for State Employees** - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than \$2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)
33. **Suspend Plan 1 Uniform COLA** - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to \$1,500 per month. (General Fund-State, various other funds)
34. **Retire-Rehire Changes (State)** - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Chapter 47, Laws of 2011, 1st sp.s. (ESHB 1981 - Higher Education Retirement Plan and Post-Retirement Employment). (General Fund-State, various other funds)

* Please see the 2011 Supplemental Operating Budget Section for additional information.

Department of Corrections

WORKLOAD HISTORY

By Fiscal Year

	2004	2005	2006	2007	2008	2009	2010	2011	Estimated	
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Community Supervision ^{(1) (2)}										
# Active (Non-Monetary) Offenders	32,685	29,190	26,466	27,057	28,212	28,894	20,155	18,849	16,464	15,987
% Change from prior year		-10.7%	-9.3%	2.2%	4.3%	2.4%	-30.2%	-6.5%	-12.7%	-2.9%
Institutions ⁽³⁾										
Avg Daily Population/Month	16,736	17,388	17,828	18,410	18,388	18,518	18,360	18,232	17,965	18,065
% Change from prior year		3.9%	2.5%	3.3%	-0.1%	0.7%	-0.9%	-0.7%	-1.5%	0.6%
Average Cost Per Inmate ^{(4) (5)}										
Annual	26,736	27,193	29,055	31,071	35,611	36,756	34,615	33,455	33,748	33,668
% Change from prior year		1.7%	6.8%	6.9%	14.6%	3.2%	-5.8%	-3.4%	0.9%	-0.2%

- ⁽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 2013, institutional counts include beds rented from other jurisdictions and work release beds.
- ⁽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 2013 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
2009-11 Expenditure Authority	4,894	20,011	24,905
2011 Supplemental *	-230	0	-230
Total 2009-11 Biennium	4,664	20,011	24,675
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2011-13 Maintenance Level	5,113	21,385	26,498
Policy Changes - Non-Comp			
1. Deaf-Blind Service Center Contract	-480	0	-480
2. State Data Center Rate Increase	16	2	18
3. Independent Living Overmatch	-26	0	-26
4. Interagency Charges - AG	0	-2	-2
Policy -- Non-Comp Total	-490	0	-490
Policy Changes - Comp			
5. Average Final Compensation Adjust	0	2	2
6. 3% Salary Cut for State Employees	-52	-232	-284
7. Suspend Plan 1 Uniform COLA	-29	-130	-159
Policy -- Comp Total	-81	-360	-441
<hr/>			
Total 2011-13 Biennium	4,542	21,025	25,567
Fiscal Year 2012 Total	2,278	10,619	12,897
Fiscal Year 2013 Total	2,264	10,406	12,670

Comments:

1. **Deaf-Blind Service Center Contract** - During the 2011-13 biennium, the Office of Deaf and Hard of Hearing will continue to manage the contract for the Deaf-Blind Service Center which provides accessibility, security, and independence with daily life activities for deaf-blind individuals in Washington State. The Office of Deaf and Hard of Hearing assumed responsibility for this contract during FY 2011.
2. **State Data Center Rate Increase** - Funds are provided for this agency's share of the cost to design, acquire, and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, various other funds)
3. **Independent Living Overmatch** - The Department of Services for the Blind will reduce Independent Living Program outreach activities. Funding is used to provide education and outreach about the services provided in the Independent Living Program. No client who is currently receiving services will lose their services in relation to this reduction.
4. **Interagency Charges - AG** - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General (AG). (General Fund-State, various other funds)
5. **Average Final Compensation Adjust** - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to Chapter 5, Laws of 2011, 1st sp.s. (HB 2070 - average final compensation for state and local government employees). (General Fund-State, various other funds)
6. **3% Salary Cut for State Employees** - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than \$2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)
7. **Suspend Plan 1 Uniform COLA** - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to \$1,500 per month. (General Fund-State, various other funds)

Department of Services for the Blind

* Please see the 2011 Supplemental Operating Budget Section for additional information.

Employment Security Department

(Dollars in Thousands)

	NGF-S	Other	Total
2009-11 Expenditure Authority	7,107	758,635	765,742
2011 Supplemental *	-318	-14,740	-15,058
Total 2009-11 Biennium	6,789	743,895	750,684
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2011-13 Maintenance Level	33,283	688,433	721,716
Policy Changes - Non-Comp			
1. Eliminate Port Jobs Program	-106	0	-106
2. Next Generation Tax System	0	35,584	35,584
3. Washington Service Corp	0	2,084	2,084
4. Unemployment Insurance	0	1,544	1,544
5. State Data Center Rate Increase	69	792	861
6. Family Leave Insurance	-33,177	0	-33,177
7. Interagency Charges - AG	0	-136	-136
8. Distributed Generation	0	25	25
Policy -- Non-Comp Total	-33,214	39,893	6,679
Policy Changes - Comp			
9. Average Final Compensation Adjust	0	49	49
10. 3% Salary Cut for State Employees	0	-8,429	-8,429
11. Suspend Plan 1 Uniform COLA	0	-4,891	-4,891
12. Retire-Rehire Changes (State)	0	-25	-25
Policy -- Comp Total	0	-13,296	-13,296
<hr/>			
Total 2011-13 Biennium	69	715,030	715,099
Fiscal Year 2012 Total	43	387,568	387,611
Fiscal Year 2013 Total	26	327,462	327,488

Comments:

1. **Eliminate Port Jobs Program** - Funding is eliminated for the Port Jobs Program, which assisted people in finding employment at the Seattle Port.
2. **Next Generation Tax System** - Funding is provided for the second phase of the replacement of the mainframe unemployment insurance tax information system and its ancillary subsystems, which were originally implemented in 1984. (Unemployment Compensation Administration Account-Federal)
3. **Washington Service Corp** - Funding is provided to meet the federal grant match requirement for the Washington Service Corps program. The Washington Service Corps Program allows communities to receive educational, disaster preparedness, environmental, and other types of direct support. (Administrative Contingency Account-State)
4. **Unemployment Insurance** - Funding is provided to implement Chapter 4, Laws of 2011 (EHB 1091), which establishes caps on the flat social rate and reduces the multipliers used for certain graduated social rates, provides a temporary benefit increase by adding \$25 to the weekly benefit amount, and makes changes to extended benefits, including a three-year look-back period. (General Fund-Federal)
5. **State Data Center Rate Increase** - Funds are provided for this agency's share of the cost to design, acquire, and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, various other funds)
6. **Family Leave Insurance** - Pursuant to Chapter 25, Laws of 2011, 1st sp.s. (ESSB 5091), funding is reduced to reflect the delay of implementing the Family Leave Insurance program until October 2015. Prior to the enactment of ESSB 5091, Family Leave Insurance program benefits were to start in October 2012.
7. **Interagency Charges - AG** - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General (AG). (General Fund-State, various other funds)
8. **Distributed Generation** - Funding is provided to evaluate the economic impact of promoting and retaining biomass and qualified solar energy systems. The Employment Security Department's analysis must include an examination of the impact of such energy systems on local employment and wages. (Administrative Contingency Account-State)

Employment Security Department

9. **Average Final Compensation Adjust** - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to Chapter 5, Laws of 2011, 1st sp.s. (HB 2070 - Average Final Compensation for State and Local Government Employees). (General Fund-State, various other funds)
10. **3% Salary Cut for State Employees** - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than \$2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)
11. **Suspend Plan 1 Uniform COLA** - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to \$1,500 per month. (General Fund-State, various other funds)
12. **Retire-Rehire Changes (State)** - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Chapter 47, Laws of 2011, 1st sp.s. (ESHB 1981 - Higher Education Retirement Plan and Post-Retirement Employment). (General Fund-State, various other funds)

* Please see the 2011 Supplemental Operating Budget Section for additional information.

Indeterminate Sentence Review Board

(Dollars in Thousands)

	NGF-S	Other	Total
2009-11 Expenditure Authority	3,746	0	3,746
2011 Supplemental *	-205	0	-205
Total 2009-11 Biennium	3,541	0	3,541
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2011-13 Maintenance Level	3,838	0	3,838
Policy Changes - Non-Comp			
1. Merge ISRB with Corrections	-3,814	0	-3,814
2. Interagency Charges - AG	-24	0	-24
Policy -- Non-Comp Total	-3,838	0	-3,838
<hr/>			
Total 2011-13 Biennium	0	0	0

Comments:

1. **Merge ISRB with Corrections** - The Indeterminate Sentence Review Board (ISRB) is merged with the Department of Corrections, consistent with Chapter 40, Laws of 2011, 1st sp.s. (ESSB 5891). The offender release functions and the independent decision-making authority of ISRB will continue. Savings are achieved by eliminating staff positions and the associated expenses of being a stand-alone agency.

2. **Interagency Charges - AG** - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General (AG). (General Fund-State, various other funds)

* Please see the 2011 Supplemental Operating Budget Section for additional information.

Home Care Quality Authority

(Dollars in Thousands)

	NGF-S	Other	Total
2009-11 Expenditure Authority	1,229	0	1,229
2011-13 Maintenance Level	0	0	0
Total 2011-13 Biennium	0	0	0

Comments:

The Home Care Quality Authority was eliminated in the 2010 legislative session.

Sentencing Guidelines Commission

(Dollars in Thousands)

	NGF-S	Other	Total
2009-11 Expenditure Authority	1,910	0	1,910
2011 Supplemental *	-104	0	-104
Total 2009-11 Biennium	1,806	0	1,806
<hr/>			
2011-13 Maintenance Level	1,915	0	1,915
Policy Changes - Non-Comp			
1. Transfer SGC to CFC and OFM	-1,913	0	-1,913
2. Interagency Charges - AG	-2	0	-2
Policy -- Non-Comp Total	-1,915	0	-1,915
<hr/>			
Total 2011-13 Biennium	0	0	0

Comments:

1. **Transfer SGC to CFC and OFM** - Pursuant to Chapter 40, Laws of 2011, 1st sp.s. (ESSB 5891), functions of the Sentencing Guidelines Commission are transferred to the Caseload Forecast Council and the Office of Financial Management (OFM), and the Sex Offender Policy Board is transferred to OFM.
2. **Interagency Charges - AG** - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General (AG). (General Fund-State, various other funds)

* Please see the 2011 Supplemental Operating Budget Section for additional information.

