

Legislative

The 2012 supplemental operating budget provides \$137.5 million from the state general fund and \$144.8 million in total funds for legislative branch agencies, excluding the Redistricting Commission. These funding levels represent a \$3.1 million (2.1 percent) reduction, nearly all in state general funds, from levels authorized in the 2011-13 operating budget.

Office of Legislative Support Services

Pursuant to Chapter 113, Laws of 2012, (HB 2705), administrative and support functions from the House of Representatives, Senate, and other legislative agencies are consolidated and transferred to a single agency, the Office of Legislative Support Services. Legislative agencies achieve savings of \$2.3 million in state general funds due to the consolidation and other efficiencies. A total of 4.8 FTEs are reduced from the House and Senate.

Joint Select Committee on Junior Taxing Districts, Municipal Corporations, and Local Government Finance

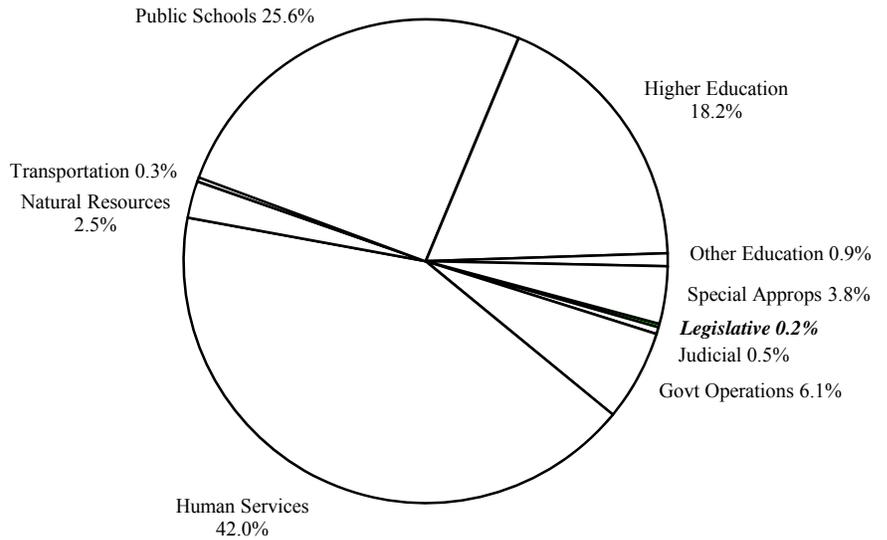
The House and Senate provide \$100,000 in state general funds for expenses associated with a newly created Joint Select Committee on Junior Taxing Districts, Municipal Corporations, and Local Government Finance. The Committee will review services currently provided by junior taxing districts and municipal corporations, and will make recommendations on consolidating these services and generating revenue. The Committee will also develop a plan for the utilization of excess liquor revenue following the implementation of Initiative 1183, and will examine the impact of Initiative 1183 on public safety.

Other Changes

In addition to the changes discussed above, legislative agency appropriations reflect reduced costs for employee health insurance and reduced billings from central service agencies (including the Attorney General, Auditor, Secretary of State, and Department of Enterprise Services) as well as improved management of information technology services. The budget-wide impact of these changes is described in the special appropriations section (for employee health benefits) and the governmental operations section (for central services and information technology).

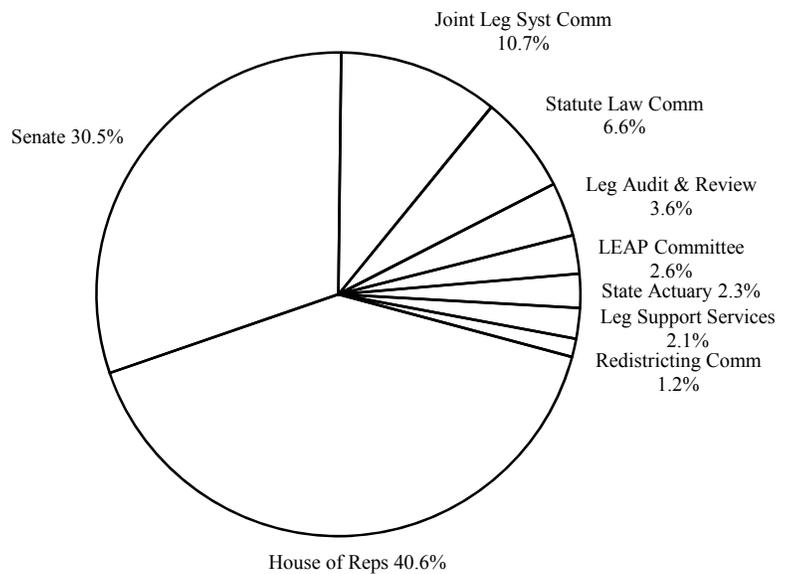
**2011-13 Revised Washington State Omnibus Operating Budget
Including 2012 Supplemental
Total Budgeted Funds**
(Dollars in Thousands)

Legislative	146,551
Judicial	281,381
Governmental Operations	3,697,364
Human Services	25,576,787
Natural Resources	1,505,305
Transportation	170,099
Public Schools	15,620,392
Higher Education	11,095,338
Other Education	526,051
Special Appropriations	2,333,705
Statewide Total	60,952,973



Washington State

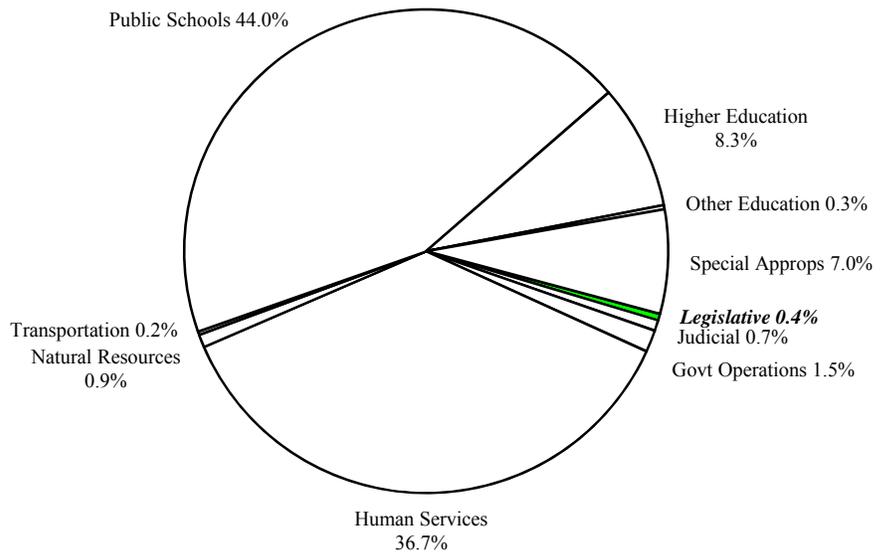
House of Representatives	59,430
Senate	44,667
Jt Leg Systems Comm	15,679
Statute Law Committee	9,620
Jt Leg Audit & Rev Comm	5,290
LEAP Committee	3,745
State Actuary	3,323
Leg Support Services	3,016
Redistricting Commission	1,781
Legislative	146,551



Legislative

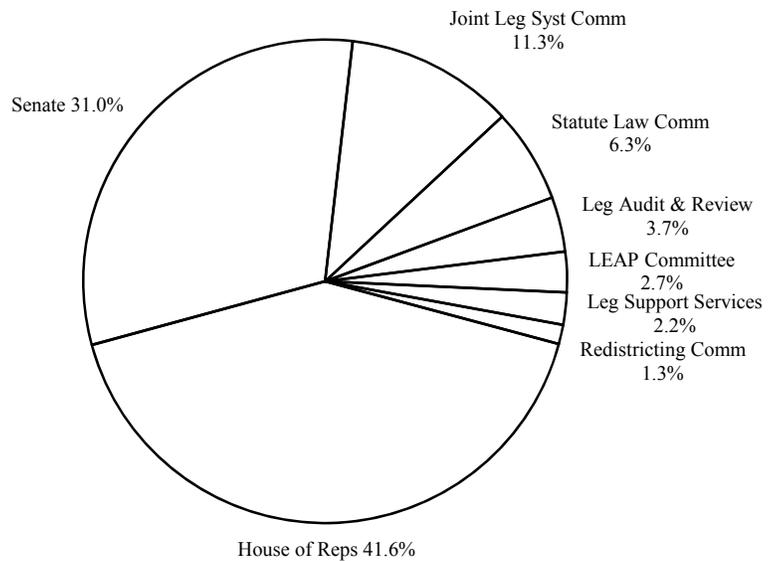
2011-13 Revised Washington State Omnibus Operating Budget
Including 2012 Supplemental
Near General Fund-State
(Dollars in Thousands)

Legislative	139,294
Judicial	222,202
Governmental Operations	453,876
Human Services	11,394,475
Natural Resources	266,777
Transportation	70,160
Public Schools	13,647,198
Higher Education	2,587,640
Other Education	83,563
Special Appropriations	2,159,026
Statewide Total	31,024,211



Washington State

House of Representatives	57,939
Senate	43,246
Jt Leg Systems Comm	15,679
Statute Law Committee	8,768
Jt Leg Audit & Rev Comm	5,120
LEAP Committee	3,745
Leg Support Services	3,016
Redistricting Commission	1,781
Legislative	139,294



Legislative

House of Representatives

(Dollars in Thousands)

	NGF-S	Other	Total
2011-13 Original Appropriations	60,367	1,316	61,683
Total Maintenance Changes	69	175	244
Policy Changes - Other			
1. Auditor Charges	-6	0	-6
2. Attorney General Reduction	-1	0	-1
3. Sec of State Archive Reduction	-2	0	-2
4. Central Services Savings	5	0	5
5. Local Government	50	0	50
6. Efficiency Reduction	-875	0	-875
Policy -- Other Total	-829	0	-829
Policy Changes - Comp			
7. PEBB Funding Rate Reduction	-214	0	-214
Policy -- Comp Total	-214	0	-214
Policy Changes - Transfers			
8. Legislative Support Consolidation	-1,454	0	-1,454
Policy -- Transfer Total	-1,454	0	-1,454
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2011-13 Revised Appropriations	57,939	1,491	59,430
Fiscal Year 2012 Total	29,734	658	30,392
Fiscal Year 2013 Total	28,205	833	29,038

Comments:

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| <p>1. Auditor Charges - Agency funding levels are adjusted to reflect changes in the number of audit hours needed, reductions in billing authority for the Office of the State Auditor's Audit of State Government Account, and use of existing fund balance. The Office of the State Auditor will use a risk-based methodology in selecting agencies to audit.</p> <p>2. Attorney General Reduction - Agency funding levels are reduced to reflect reductions in billing authority for the Office of the Attorney General's Legal Services Revolving Account.</p> <p>3. Sec of State Archive Reduction - Agency funding levels are reduced to reflect reductions in billing authority for the Office of the Secretary of State's Archives and Records Management Account.</p> <p>4. Central Services Savings - Funding is reduced for Office of Minority & Women's Business Enterprises (OMWBE), Office of Administrative Hearings (OAH), and Labor Relations Office (LRO), with the resulting savings passed along to other state agencies as a central service billing reduction. The funding reduction utilizes an excess fund balance from the OMWBE Enterprises Account, eliminates a vacant administrative position at the OAH, and reduces LRO services.</p> <p>5. Local Government - Funding is provided to establish a Joint Committee on Junior Taxing Districts, Municipal Corporations, and Local Government Finance. The Committee will evaluate services provided by junior taxing districts and municipal corporations and will make recommendations on the appropriateness of consolidating these services. The</p> | <p>Committee will also review the impact of Initiative 1183 on public safety needs and will provide a plan for using and disbursing excess liquor revenues. The Committee is composed of two members from each caucus from the House and from the Senate. The operating expenses of the Committee are provided equally by the House and Senate. (General Fund-State)</p> <p>6. Efficiency Reduction - Legislative branch agencies will achieve savings by identifying administrative efficiencies that will reduce FTE levels, travel expenses, printing costs, and other operating expenditures. This includes savings from the consolidation of certain support functions pursuant to Chapter 113, Laws of 2012 (HB 2705). (General Fund-State)</p> <p>7. PEBB Funding Rate Reduction - The Public Employees' Benefits Board (PEBB) funding rate is reduced from \$850 to \$800 per eligible employee per month for FY 2013. This is projected to leave the PEBB reserves (both the self-insured claims reserve and the incurred-but-not-paid reserve) fully funded at the end of the 2011-13 biennium.</p> <p>8. Legislative Support Consolidation - Pursuant to Chapter 113, Laws of 2012 (HB 2705), savings are achieved through the consolidation of facility management, production and audio-visual services, information distribution, and other administrative and support functions into the Office of Legislative Support Services. The amount reflected in this item is the amount of funding transferred to the new office. Savings from the consolidation are reflected in other items in legislative agency budgets. (General Fund-State)</p> |
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Senate

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
2011-13 Original Appropriations	45,640	1,400	47,040
Total Maintenance Changes	38	21	59
Policy Changes - Other			
1. Auditor Charges	-6	0	-6
2. Attorney General Reduction	-1	0	-1
3. Sec of State Archive Reduction	-1	0	-1
4. Central Services Savings	4	0	4
5. Commute Trip Reduction	-4	0	-4
6. Local Government	50	0	50
7. Efficiency Reduction	-774	0	-774
Policy -- Other Total	-732	0	-732
Policy Changes - Comp			
8. PEBB Funding Rate Reduction	-138	0	-138
Policy -- Comp Total	-138	0	-138
Policy Changes - Transfers			
9. Legislative Support Consolidation	-1,562	0	-1,562
Policy -- Transfer Total	-1,562	0	-1,562
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2011-13 Revised Appropriations	43,246	1,421	44,667
Fiscal Year 2012 Total	21,455	700	22,155
Fiscal Year 2013 Total	21,791	721	22,512

Comments:

- Auditor Charges** - Agency funding levels are adjusted to reflect changes in the number of audit hours needed, reductions in billing authority for the Office of the State Auditor's Audit of State Government Account, and use of existing fund balance. The Office of the State Auditor will use a risk-based methodology in selecting agencies to audit.
- Attorney General Reduction** - Agency funding levels are reduced to reflect reductions in billing authority for the Office of the Attorney General's Legal Services Revolving Account.
- Sec of State Archive Reduction** - Agency funding levels are reduced to reflect reductions in billing authority for the Office of the Secretary of State's Archives and Records Management Account.
- Central Services Savings** - Funding is reduced for Office of Minority & Women's Business Enterprises (OMWBE), Office of Administrative Hearings (OAH), and Labor Relations Office (LRO), with the resulting savings passed along to other state agencies as a central service billing reduction. The funding reduction utilizes an excess fund balance from the OMWBE Enterprises Account, eliminates an administrative position at the OAH, and reduces LRO services.
- Commute Trip Reduction** - Funding is reduced to reflect the elimination of state general funds for the Commute Trip Reduction program.
- Local Government** - Funding is provided to establish a Joint Committee on Junior Taxing Districts, Municipal Corporations, and Local Government Finance. The Committee will evaluate services provided by junior taxing districts and municipal corporations and will make recommendations on the appropriateness of consolidating these services. The Committee will also review the impact of Initiative 1183 on public safety needs and will provide a plan for using and disbursing excess liquor revenues. The Committee is composed of two members from each caucus from the House and from the Senate. The operating expenses of the Committee are provided equally by the House and Senate. (General Fund-State)
- Efficiency Reduction** - Legislative branch agencies will achieve savings by identifying administrative efficiencies that will reduce FTE levels, travel expenses, printing costs, and other operating expenditures. This includes savings from the consolidation of certain support functions pursuant to Chapter 113, Laws of 2012 (HB 2705). (General Fund-State)
- PEBB Funding Rate Reduction** - The Public Employees' Benefits Board (PEBB) funding rate is reduced from \$850 to \$800 per eligible employee per month for FY 2013. This is projected to leave the PEBB reserves (both the self-insured claims reserve and the incurred-but-not-paid reserve) fully funded at the end of the 2011-13 biennium.
- Legislative Support Consolidation** - Pursuant to Chapter 113, Laws of 2012 (HB 2705), savings are achieved through the consolidation of facility management, production and audio-visual services, information distribution, and other administrative and support functions into the Office of

Legislative Support Services. The amount reflected in this item is the amount of funding transferred to the new office. Savings from the consolidation are reflected in other items in legislative agency budgets. (General Fund-State)

Joint Legislative Audit & Review Committee

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
2011-13 Original Appropriations	5,421	170	5,591
Total Maintenance Changes	-1	0	-1
Policy Changes - Other			
1. Auditor Charges	-6	0	-6
2. Central Service Reforms	-7	0	-7
3. Efficiency Savings	-271	0	-271
Policy -- Other Total	-284	0	-284
Policy Changes - Comp			
4. PEBB Funding Rate Reduction	-16	0	-16
Policy -- Comp Total	-16	0	-16
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2011-13 Revised Appropriations	5,120	170	5,290
Fiscal Year 2012 Total	2,589	86	2,675
Fiscal Year 2013 Total	2,531	84	2,615

Comments:

1. **Auditor Charges** - Agency funding levels are adjusted to reflect changes in the number of audit hours needed, reductions in billing authority for the Office of the State Auditor's Audit of State Government Account, and use of existing fund balance. The Office of the State Auditor will use a risk-based methodology in selecting agencies to audit.
2. **Central Service Reforms** - Funding is reduced to reflect efficiencies related to state agency use of cell phones, mailing, printing, and information technology.
3. **Efficiency Savings** - The Joint Legislative Audit and Review Committee will reduce General Fund-State expenditures by 5 percent in the 2011-13 biennium. Savings are achieved by consolidating accounting and payroll staff with other legislative entities and restructuring remaining administrative functions.
4. **PEBB Funding Rate Reduction** - The Public Employees' Benefits Board (PEBB) funding rate is reduced from \$850 to \$800 per eligible employee per month for FY 2013. This is projected to leave the PEBB reserves (both the self-insured claims reserve and the incurred-but-not-paid reserve) fully funded at the end of the 2011-13 biennium.

Legislative Evaluation & Accountability Program

(Dollars in Thousands)

	NGF-S	Other	Total
2011-13 Original Appropriations	4,220	0	4,220
Policy Changes - Other			
1. Auditor Charges	-4	0	-4
2. Central Service Reforms	-31	0	-31
3. Commute Trip Reduction	-4	0	-4
4. Education Data Center	-375	0	-375
5. Efficiency Reduction	-55	0	-55
Policy -- Other Total	-469	0	-469
Policy Changes - Comp			
6. PEBB Funding Rate Reduction	-6	0	-6
Policy -- Comp Total	-6	0	-6
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2011-13 Revised Appropriations	3,745	0	3,745
Fiscal Year 2012 Total	2,025	0	2,025
Fiscal Year 2013 Total	1,720	0	1,720

Comments:

1. **Auditor Charges** - Agency funding levels are adjusted to reflect changes in the number of audit hours needed, reductions in billing authority for the Office of the State Auditor's Audit of State Government Account, and use of existing fund balance. The Office of the State Auditor will use a risk-based methodology in selecting agencies to audit.
2. **Central Service Reforms** - Funding is reduced to reflect efficiencies related to state agency use of cell phones, mailing, printing, and information technology. (Various Funds)
3. **Commute Trip Reduction** - Funding is reduced to reflect the elimination of state general funds for the Commute Trip Reduction program.
4. **Education Data Center** - Funding and staff members are transferred to the Office of Financial Management (OFM) for the purposes of the Education Data Center. The Education Data Center collaborates with the Legislative Evaluation and Accountability Program Committee (LEAP) on data collection and analyses of early learning, K-12, and higher education programs and issues. (General Fund-State)
5. **Efficiency Reduction** - Legislative branch agencies will achieve savings by identifying administrative efficiencies that will reduce travel expenses, printing costs, and other operating expenditures. This includes savings from the consolidation of certain support functions pursuant to Chapter 113, Laws of 2012 (HB 2705). (General Fund-State)
6. **PEBB Funding Rate Reduction** - The Public Employees' Benefits Board (PEBB) funding rate is reduced from \$850 to \$800 per eligible employee per month for FY 2013. This is projected to leave the PEBB reserves (both the self-insured claims reserve and the incurred-but-not-paid reserve) fully funded at the end of the 2011-13 biennium.

Joint Legislative Systems Committee

(Dollars in Thousands)

	NGF-S	Other	Total
2011-13 Original Appropriations	15,927	0	15,927
Total Maintenance Changes	-11	0	-11
Policy Changes - Other			
1. Auditor Charges	-4	0	-4
2. Central Services Savings	1	0	1
3. Central Service Reforms	-8	0	-8
4. Commute Trip Reduction	-1	0	-1
5. Efficiency Reduction	-197	0	-197
Policy -- Other Total	-209	0	-209
Policy Changes - Comp			
6. PEBB Funding Rate Reduction	-28	0	-28
Policy -- Comp Total	-28	0	-28
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2011-13 Revised Appropriations	15,679	0	15,679
Fiscal Year 2012 Total	8,013	0	8,013
Fiscal Year 2013 Total	7,666	0	7,666

Comments:

1. **Auditor Charges** - Agency funding levels are adjusted to reflect changes in the number of audit hours needed, reductions in billing authority for the Office of the State Auditor's Audit of State Government Account, and use of existing fund balance. The Office of the State Auditor will use a risk-based methodology in selecting agencies to audit. claims reserve and the incurred-but-not-paid reserve) fully funded at the end of the 2011-13 biennium.

2. **Central Services Savings** - Funding is reduced for Office of Minority & Women's Business Enterprises (OMWBE), Office of Administrative Hearings (OAH), and Labor Relations Office (LRO), with the resulting savings passed along to other state agencies as a central service billing reduction. The funding reduction utilizes an excess fund balance from the OMWBE Enterprises Account, eliminates an administrative position at the OAH, and reduces LRO services.

3. **Central Service Reforms** - Funding is reduced to reflect efficiencies related to state agency use of cell phones, mailing, printing, and information technology. (Various Funds)

4. **Commute Trip Reduction** - Funding is reduced to reflect the elimination of state general funds for the Commute Trip Reduction program.

5. **Efficiency Reduction** - Legislative branch agencies will achieve savings by identifying administrative efficiencies that will reduce travel expenses, printing costs, and other operating expenditures. This includes savings from the consolidation of certain support functions pursuant to Chapter 113, Laws of 2012 (HB 2705). (General Fund-State)

6. **PEBB Funding Rate Reduction** - The Public Employees' Benefits Board (PEBB) funding rate is reduced from \$850 to \$800 per eligible employee per month for FY 2013. This is projected to leave the PEBB reserves (both the self-insured

Office of the State Actuary

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
2011-13 Original Appropriations	48	3,344	3,392
Total Maintenance Changes	0	-1	-1
Policy Changes - Other			
1. Auditor Charges	0	-6	-6
2. Attorney General Reduction	0	-3	-3
3. Central Service Reforms	0	-3	-3
4. Medical Benefit Proposals	-48	0	-48
Policy -- Other Total	-48	-12	-60
Policy Changes - Comp			
5. PEBB Funding Rate Reduction	0	-8	-8
Policy -- Comp Total	0	-8	-8
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2011-13 Revised Appropriations	0	3,323	3,323
Fiscal Year 2012 Total	0	1,736	1,736
Fiscal Year 2013 Total	0	1,587	1,587

Comments:

1. **Auditor Charges** - Agency funding levels are adjusted to reflect changes in the number of audit hours needed, reductions in billing authority for the Office of the State Auditor's Audit of State Government Account, and use of existing fund balance. The Office of the State Auditor will use a risk-based methodology in selecting agencies to audit.
2. **Attorney General Reduction** - Agency funding levels are reduced to reflect reductions in billing authority for the Office of the Attorney General's Legal Services Revolving Account.
3. **Central Service Reforms** - Funding is reduced to reflect efficiencies related to state agency use of cell phones, mailing, printing, and information technology. (Various Funds)
4. **Medical Benefit Proposals** - Funding provided to the Office of the State Actuary for the evaluation of medical insurance issues is eliminated.
5. **PEBB Funding Rate Reduction** - The Public Employees' Benefits Board (PEBB) funding rate is reduced from \$850 to \$800 per eligible employee per month for FY 2013. This is projected to leave the PEBB reserves (both the self-insured claims reserve and the incurred-but-not-paid reserve) fully funded at the end of the 2011-13 biennium.

Statute Law Committee

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
2011-13 Original Appropriations	8,940	855	9,795
Total Maintenance Changes	-4	-1	-5
Policy Changes - Other			
1. Auditor Charges	-5	-1	-6
2. Sec of State Archive Reduction	-1	0	-1
3. Central Services Savings	1	0	1
4. Central Service Reforms	-19	-1	-20
5. Commute Trip Reduction	-1	0	-1
6. Efficiency Reduction	-117	0	-117
Policy -- Other Total	-142	-2	-144
Policy Changes - Comp			
7. PEBB Funding Rate Reduction	-26	0	-26
Policy -- Comp Total	-26	0	-26
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2011-13 Revised Appropriations	8,768	852	9,620
Fiscal Year 2012 Total	4,245	284	4,529
Fiscal Year 2013 Total	4,523	568	5,091

Comments:

- Auditor Charges** - Agency funding levels are adjusted to reflect changes in the number of audit hours needed, reductions in billing authority for the Office of the State Auditor's Audit of State Government Account, and use of existing fund balance. The Office of the State Auditor will use a risk-based methodology in selecting agencies to audit.
- Sec of State Archive Reduction** - Agency funding levels are reduced to reflect reductions in billing authority for the Office of the Secretary of State's Archives and Records Management Account.
- Central Services Savings** - Funding is reduced for Office of Minority & Women's Business Enterprises (OMWBE), Office of Administrative Hearings (OAH), and Labor Relations Office (LRO), with the resulting savings passed along to other state agencies as a central service billing reduction. The funding reduction utilizes an excess fund balance from the OMWBE Enterprises Account, eliminates an administrative position at the OAH, and reduces LRO services.
- Central Service Reforms** - Funding is reduced to reflect efficiencies related to state agency use of cell phones, mailing, printing, and information technology. (Various Funds)
- Commute Trip Reduction** - Funding is reduced to reflect the elimination of state general funds for the Commute Trip Reduction program.
- Efficiency Reduction** - The Statute Law Committee (SLC) will achieve savings through one or more of the following measures: consolidating staff duties; creating staff vacancy savings; utilizing fund sources other than the state general fund; reducing funding for travel and Uniform Law Commission (ULC) dues; and transferring support functions to

the Office of Legislative Support Services pursuant to Chapter 113, Laws of 2012 (HB 2705). (General Fund-State)

- PEBB Funding Rate Reduction** - The Public Employees' Benefits Board (PEBB) funding rate is reduced from \$850 to \$800 per eligible employee per month for FY 2013. This is projected to leave the PEBB reserves (both the self-insured claims reserve and the incurred-but-not-paid reserve) fully funded at the end of the 2011-13 biennium.

Office of Legislative Support Services

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
2011-13 Original Appropriations	0	0	0
Policy Changes - Transfers			
1. Legislative Support Consolidation	3,016	0	3,016
Policy -- Transfer Total	3,016	0	3,016
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2011-13 Revised Appropriations	3,016	0	3,016
Fiscal Year 2013 Total	3,016	0	3,016

Comments:

1. **Legislative Support Consolidation** - The Office of Legislative Support Services is established with the enactment of Chapter 113, Laws of 2012 (HB 2705). Support functions administered separately by legislative branch agencies are transferred and consolidated within the new agency. These functions include facility management, production and audio-visual services, information distribution, and other administrative and support services. The amount reflected in this item is the amount transferred to the new agency. (General Fund-State)