

# Natural Resources

## **Water Management and Watershed Protection**

### **Puget Sound Cleanup and Restoration**

In February 2011, the United States Environmental Protection Agency (EPA), through its National Estuary Program (NEP), awarded state matching federal funds to four state agencies as part of a six-year, over \$200 million effort (subject to congressional appropriation) to assist the state in implementing the Puget Sound Action Agenda. The majority of the grant funds will go to projects benefitting critical ecosystems.

Approximately \$22.9 million in NEP grant funding is provided to the Department of Ecology (DOE) to enter into an agreement with EPA to protect and restore the watershed function within the Puget Sound and to reduce and prevent toxics and nutrients from entering Puget Sound fresh and marine waters. DOE will work with partners at all levels of government and with non-governmental organizations to develop and implement projects, such as \$125,000 for watershed technical teams and \$329,000 for a safer alternatives assessment.

The Puget Sound Partnership (PSP) is provided nearly \$2.5 million in NEP grant funding to improve management and organizational efficiency relating to Puget Sound restoration and protection. This includes an accountability and performance management system to track the progress and effectiveness of key management actions and the development of a process that facilitates working interactions with and between local watershed groups.

### **Low-Impact Development Training**

Funding of \$1 million from the State Toxics Control Account is provided to DOE for use in cost-free training for local government and development officials on how to make low impact development (LID) successful in their communities. LID is a new comprehensive land planning and engineering design approach with a goal of maintaining and enhancing the pre-development water flow patterns of urban and developing watersheds.

### **Water Discharge Permits**

Funding of \$860,000 from the Water Quality Permit Account is provided to DOE to reduce a backlog in water discharge permits. Facilities discharging to the waters of the state are required to obtain a National Pollution Discharge Elimination System permit from DOE's Water Quality Program.

### **Marine Management Planning**

Funding of \$2.1 million from the Marine Resources Stewardship Trust Account is provided to the Department of Natural Resources (DNR) for the development of a comprehensive marine management plan for the state's marine waters pursuant to Chapter 252, Laws of 2012, Partial Veto (2SSB 6263). The state Marine Interagency Team, established by the Legislature in 2010, is authorized to develop the planning, and work will focus on ecosystem assessments, mapping activities, and the development of a marine management plan for the outer coast.

## **Land and Species Management**

### **Department of Fish & Wildlife**

Total funding of \$975,000 from the State Wildlife Account is provided to the Department of Fish & Wildlife (WDFW) for the following activities related to wildlife management:

- Developing and implementing a plan to track movements or relocate declining populations of mountain goat and bighorn sheep in the state to more favorable habitats and to contract with Washington State University for research on a vaccine against a disease afflicting bighorn sheep (\$350,000);

- Tracking populations of the gray wolf, which is a state-protected species and is federally listed as endangered in the western two-thirds of the state, in order to mitigate livestock damage by notifying livestock owners of wolf presence and to determine when the species has met its recovery objectives (\$325,000);
- Monitoring black bear populations and developing a reliable model for estimating their populations to more accurately set harvest rates and better manage human and black bear conflicts (\$200,000);
- Disseminating information about grizzly bears in the North Cascades (\$50,000); and,
- Mitigating and processing claims of injury or loss of livestock caused by wolves, black bears, and cougars (\$50,000).

### **Department of Natural Resources**

Funding of \$10 million from the Forest Development Account (FDA) is provided to DNR for disbursement to 20 timber counties in the state. The sum represents an excess fund balance from timber sales on forestlands in which DNR manages on each county's behalf and is distributed based on a 10-year average.

The sum of nearly \$4.4 million from the FDA (\$2.8 million) and the uplands portion of the Resources Management Cost Account (\$1.6 million) are provided to DNR for land management activities delayed by recent years of declining timber prices and revenues. Activities include silviculture plantings and pre-commercial thinning that ensures the vitality of the forest and reduces fire danger, and enhancing surveying capacity that improves data used for timber sales.

Funding of just under \$1.4 million from the Forest and Fish Support Account is provided to DNR for activities pursuant to the state's implementation of the Forests and Fish Report. The report is one basis for the Forest Practices Habitat Conservation Plan and the Clean Water Act assurances, which protect fish life and water quality in forested areas. Activities supported with an increase in funding include adaptive management and participation grants to tribes, state and local agencies, and not-for-profit public interest organizations.

### **Geoduck Enforcement**

Funding of \$522,000 from the Aquatic Lands Enhancement Account (ALEA) is provided to WDFW for staff and resources to enforce existing laws related to geoduck harvesting. DNR auctions harvest rights for specific quantities of wild geoduck in specific Puget Sound bedland tracts. Demand for and prices of geoduck, a clam that regenerates by natural means, have increased over recent years. Surveys of closed geoduck tracts following agency-approved harvests have shown a continuing degradation in recovery rates, and ongoing funding will allow for WDFW to investigate and pursue instances of poaching.

### **State Recreation Lands and the Discover Pass**

Chapter 320, Laws of 2011 (2SSB 5622), created the annual Discover Pass and Day-use Permit, which requires a pass or permit to be displayed on any vehicle located on designated state recreation lands managed by the State Parks and Recreation Commission (State Parks), WDFW or DNR. Public participation in the program during the first six months led to a revenue shortfall of \$11.2 million from original projections that, without legislative action and assuming the same participation rate, would reach over \$37 million total for the biennium.

One-time funding of \$4 million from the ALEA is provided to State Parks to assist in the transition to a fee-based system from the Discover Pass and Day-use Permits.

Funding of \$296,000 from the Parks Renewal and Stewardship Account (PSRA) is provided to State Parks pursuant to Chapter 261, Laws of 2012 (E2SHB 2373) for use in the operations and maintenance of state parks. The legislation extends the \$5 opt-out donation program on annual vehicle registrations to types not previously included, expands land designated as recreation, and allows the Discover Pass to be used on two vehicles.

The sum of \$792,000 from several dedicated state accounts are provided to the three agencies that maintain and operate state recreation land to reflect that the state, rather than local governments, retains much of the infraction penalty revenues for violations of the Discover Pass requirement for vehicles pursuant to Chapter 262, Laws of 2012 (SSB 6387).

### **Environmental Permitting Reform**

Chapter 1, Laws of 2012, 1st sp.s., Partial Veto (2ESSB 6406), establishes fees for hydraulic project approval (HPA) applications, required for many projects that alter the natural flow of water, and increases fees for Forest Practices Act (FPA) applications, required for conducting a forest practice, to help cover a portion of the costs to run each of the programs that are otherwise subsidized by the state general fund. HPA fees are estimated to save \$88,000 and FPA fees are estimated to save \$79,000 from the state general fund over the remainder of the 2011-13 biennium. Funding of \$188,000 from the state general fund is provided to DOE to update the categorical exemptions to the State Environmental Policy Act, increasing maximum threshold levels for specified project types, and to update the environmental checklist as specified in the legislation. Lastly, the legislation sets a 2014 start date for integrating HPAs for forestry activities into the FPA, providing \$342,000 and \$841,000 in funding from dedicated state accounts to WDFW and DNR, respectively, to implement the provisions of the legislation.

### **Administrative and Management Reductions, and Vacancy Savings**

The sum of over \$3.7 million from the state general fund was reduced from DOE (\$2.6 million) and WDFW (\$1.1 million) to reflect management efficiencies and the capturing of one-time and ongoing vacancy savings pursuant to Chapter 9, Laws of 2011, 2nd sp.s., Partial Veto (SHB 2058).

Additional administrative reductions and vacancy savings included in the supplemental budget passed by the Legislature in the 2012 session total over \$13.6 million from state funding, of which nearly \$1.9 million is derived from the state general fund. These reductions include impacts to the following agencies:

- State Parks: \$9.4 million from the PSRA to reflect an agency restructuring in response to lower than anticipated revenue from the Discover Pass. To achieve the level of savings, State Parks will shift to seasonal park rangers and flatten the organizational framework, amongst other cost-reducing strategies;
- The Department of Ecology: \$2.7 million from various accounts (\$644,000 from the state general fund);
- The Department of Agriculture: \$499,000 from various accounts (\$210,000 from the state general fund); and,
- Other state general fund administrative reductions or vacancy savings captured: \$107,000 from the Recreation and Conservation Office, \$227,000 from the Environmental and Land Use Hearings Office, \$235,000 from WDFW, and \$449,000 from DNR.

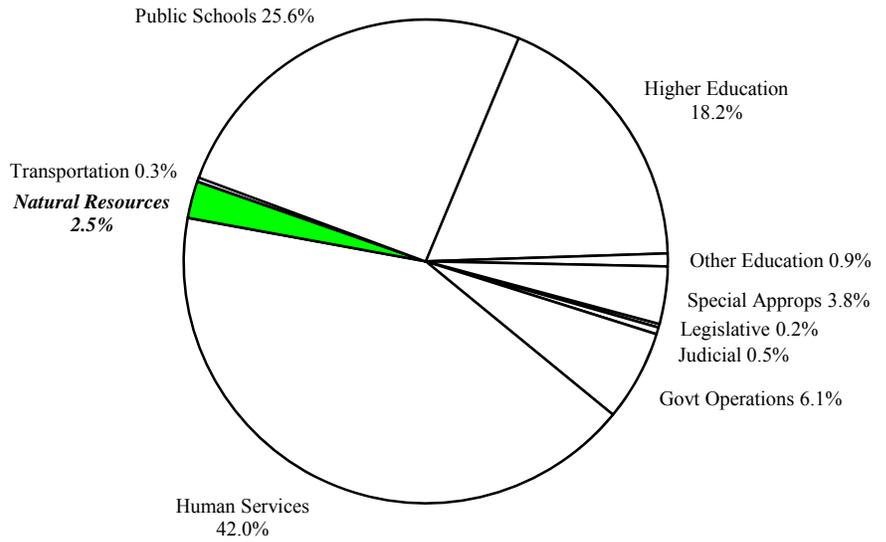
### **Fund Shifts to Reduce State General Fund Expenditures**

State general fund savings are achieved that avoid reductions to services provided by utilizing existing fund balances in dedicated accounts. The sum of nearly \$2.8 million from the state general fund was reduced and offset with a one-time or ongoing shift to other state funding sources pursuant to Chapter 9, Laws of 2011, 2nd sp.s., Partial Veto (SHB 2058). Furthermore, \$28.3 million from the state general fund is reduced in the 2012 supplemental operating budget passed by the Legislature. Taken together, approximately \$31.1 million from the state general fund is replaced with dedicated state funding sources, including:

- \$20.1 million from the State Toxics Control Account replaces an equivalent reduction from the state general fund for the Air Quality, Water Quality, Shorelands and Environmental Assistance, Environmental Assessment, Hazardous Waste, Waste to Resources and Nuclear Waste Programs at DOE;
- Over \$4.8 million from the ALEA replaces an equivalent reduction from the state general fund for hatcheries (\$3 million) and other activities at WDFW; and,
- \$3.3 million from the Recreation Resources Account replaces an equivalent reduction from the state general fund for marine enforcement purposes at WDFW.

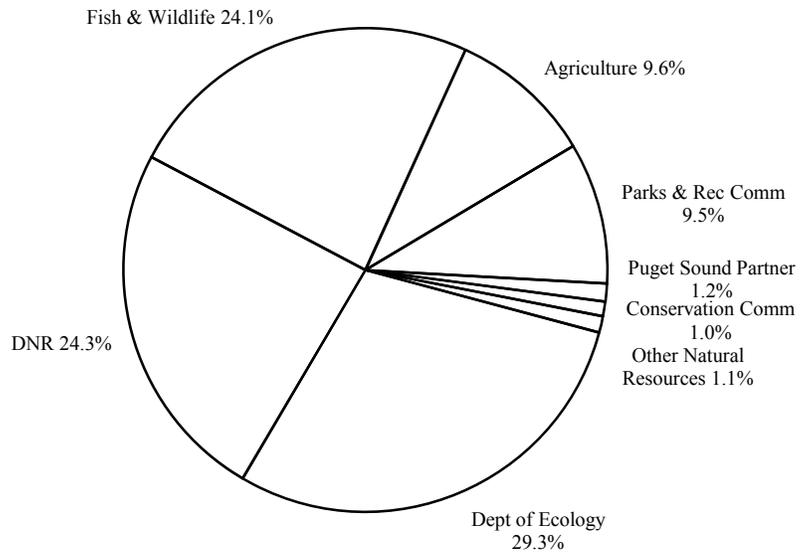
**2011-13 Revised Washington State Omnibus Operating Budget  
Including 2012 Supplemental  
Total Budgeted Funds  
(Dollars in Thousands)**

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



**Washington State**

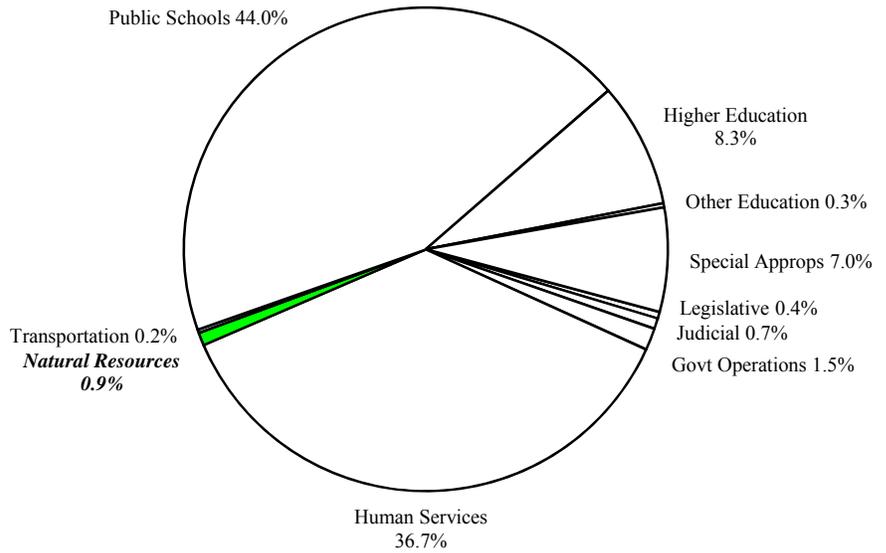
Dept of Ecology	441,043
Dept of Natural Resources	365,422
Dept of Fish & Wildlife	362,094
Dept of Agriculture	145,042
Parks & Recreation Comm	142,352
Puget Sound Partner	18,130
Conservation Commission	14,510
Other Natural Resources	16,712
<b>Natural Resources</b>	<b>1,505,305</b>



**Natural Resources**

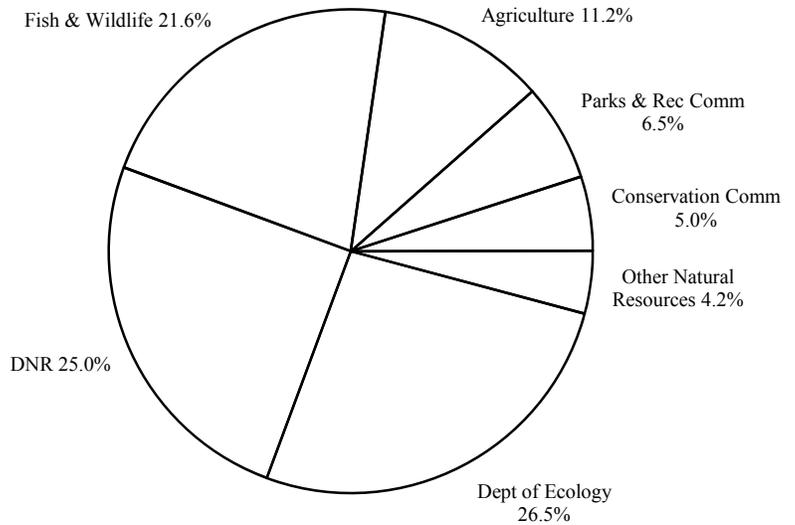
**2011-13 Revised Washington State Omnibus Operating Budget**  
**Including 2012 Supplemental**  
**Near General Fund-State**  
(Dollars in Thousands)

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



**Washington State**

Dept of Ecology	70,624
Dept of Natural Resources	66,698
Dept of Fish & Wildlife	57,716
Dept of Agriculture	29,971
Parks & Recreation Comm	17,334
Conservation Commission	13,209
Other Natural Resources	11,225
<b>Natural Resources</b>	<b>266,777</b>



**Natural Resources**

**Columbia River Gorge Commission**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2011-13 Original Appropriations</b>	<b>364</b>	<b>402</b>	<b>766</b>
<b>Total Maintenance Changes</b>	<b>448</b>	<b>411</b>	<b>859</b>
<b>Policy Changes - Other</b>			
1. Auditor Charges	-4	-4	-8
2. Central Service Reforms	-1	-1	-2
<b>Policy -- Other Total</b>	<b>-5</b>	<b>-5</b>	<b>-10</b>
<b>Policy Changes - Comp</b>			
3. PEBB Funding Rate Reduction	-2	-2	-4
<b>Policy -- Comp Total</b>	<b>-2</b>	<b>-2</b>	<b>-4</b>
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<b>2011-13 Revised Appropriations</b>	<b>805</b>	<b>806</b>	<b>1,611</b>
Fiscal Year 2012 Total	401	439	840
Fiscal Year 2013 Total	404	367	771

**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. (various funds)
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. **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. (various funds)

## Department of Ecology

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2011-13 Original Appropriations</b>	<b>96,791</b>	<b>333,506</b>	<b>430,297</b>
<b>Total Maintenance Changes</b>	<b>-466</b>	<b>-1,002</b>	<b>-1,468</b>
<b>Policy Changes - Early Action Savings</b>			
1. Air Quality Staff Reduction	-354	0	-354
2. Envir Assessment Staff Reduction	-153	0	-153
3. Water Quality Staff & Other Red	-704	0	-704
4. Water Resources Staff Reduction	-1,405	0	-1,405
<b>Policy Changes - Early Action Savings</b>	<b>-2,616</b>	<b>0</b>	<b>-2,616</b>
<b>Policy Changes - Other</b>			
5. Haz Waste Toxics Staff Reduction	0	-864	-864
6. Spills Admin Staff Reduction	0	-267	-267
7. Public Participation Grant Reduct	0	-1,382	-1,382
8. Padilla Bay Program/Facility Reduct	-30	0	-30
9. Product Stewardship and Other Red	0	-1,583	-1,583
10. Expedite Water Discharge Permits	0	860	860
11. Johns Creek Hydrogeology Study	0	126	126
12. Completed Hanford Tank Litigation	0	-656	-656
13. Auditor Charges	-10	-19	-29
14. Attorney General Reduction	-126	-235	-361
15. Sec of State Archive Reduction	-5	-7	-12
16. Central Services Savings	-6	-9	-15
17. Central Service Reforms	-230	-204	-434
18. Hanford Tank Closure and Cleanup	0	931	931
19. Puget Sound Federal Funding	0	22,890	22,890
20. Reduce Management Staff	-281	0	-281
21. Close Walla Walla Office	-10	0	-10
22. Climate Change	-150	0	-150
23. Reduce Lab Services	-246	0	-246
24. Solid Waste Reductions	0	-1,694	-1,694
25. Stream Flow Data and Assessment	-218	0	-218
26. Reduce Motor Vehicle Emissions	-119	0	-119
27. Water Quantity Reduction	-500	0	-500
28. Reclamation Funds	-500	500	0
29. Administrative Reduction	-363	-927	-1,290
30. State Natural Resources	188	0	188
31. Toxics Fund Shift	-20,100	20,100	0
32. Anaerobic Digester	77	0	77
33. Low Impact Development	0	1,000	1,000
34. Shift Agricultural Burning to Fee	-186	162	-24
35. Governor Veto	0	-50	-50
<b>Policy -- Other Total</b>	<b>-22,815</b>	<b>38,672</b>	<b>15,857</b>
<b>Policy Changes - Comp</b>			
36. PEBB Funding Rate Reduction	-270	-678	-948
<b>Policy -- Comp Total</b>	<b>-270</b>	<b>-678</b>	<b>-948</b>
<b>Policy Changes - Transfers</b>			
37. Transfer Site Use Permit to Health#	0	-79	-79
<b>Policy -- Transfer Total</b>	<b>0</b>	<b>-79</b>	<b>-79</b>
<b>2011-13 Revised Appropriations</b>	<b>70,624</b>	<b>370,419</b>	<b>441,043</b>
Fiscal Year 2012 Total	37,143	178,146	215,289
Fiscal Year 2013 Total	33,481	192,273	225,754

## Department of Ecology

### Comments:

1. **Air Quality Staff Reduction** - The Department of Ecology (Ecology) will delay hiring vacant positions and reduce FTE staff on a one-time and ongoing basis in the Air Quality Program. Positions vacant or reduced include a motor vehicle emissions inspector, database support, and staff assigned to enforce compliance with smoke management strategies.
2. **Envir Assessment Staff Reduction** - Ecology will delay hiring a vacant hydrogeologist position within the Environmental Assessment Program.
3. **Water Quality Staff & Other Red** - Ecology will delay hiring vacant positions and reduce FTE staff on a one-time and ongoing basis in the Water Quality Program. Positions held vacant or reductions will be taken in stormwater permit administration, reclaimed water policy development, and non-point water pollution inspection. In addition, a one-time reduction of \$130,000 will be realized by postponing water quality laboratory sampling and equipment purchases planned for FY 2012.
4. **Water Resources Staff Reduction** - Ecology will delay hiring vacant positions and reduce FTE staff on a one-time and ongoing basis in the Water Resources Program. Positions vacant or reduced include clerical support for adjudication activities, an instream flow rule writer, a metering coordinator, water rights processing professional and customer service staff, a dam safety section manager, and a graphics designer.
5. **Haz Waste Toxics Staff Reduction** - Funding and FTE staff are reduced on a one-time basis in the Hazardous Waste and Toxics Reduction Program for communication, education and outreach functions. (State Toxics Control Account-State)
6. **Spills Admin Staff Reduction** - Funding and FTE staff are reduced on a one-time basis in the Spills Prevention, Preparedness and Response Program for secretarial and administrative support, as well as vehicle maintenance coordination. (State Toxics Control Account-State)
7. **Public Participation Grant Reduct** - Public Participation grants provide financial assistance to citizen groups and non-profit, public-interest organizations. Grants are provided to facilitate public involvement in the investigation and remediation of contaminated sites and to carry out waste management projects. Funding is reduced on a one-time basis for waste management Public Participation grants. (State Toxics Control Account-State, Local Toxics Control Account-State)
8. **Padilla Bay Program/Facility Reduct** - The Padilla Bay National Estuarine Research Reserve in Skagit County is one of 25 national reserves established to protect estuaries for research and education. The Reserve conducts public education programs, technical and professional training, coastal restoration, and scientific research and monitoring. State general fund support for this activity is reduced on a one-time basis.
9. **Product Stewardship and Other Red** - Spending authority is reduced on an ongoing basis to match revenues in select dedicated accounts, including approximately \$1.5 million from the Product Stewardship Programs Account for the program involved with recycling mercury-containing lights. (Product Stewardship Programs Account-Non-Appropriated, Air Pollution Control Account-State, Wood Stove Education and Enforcement Account-State, Water Rights Processing Account-State)
10. **Expedite Water Discharge Permits** - Facilities discharging to the waters of the state are required to obtain a National Pollution Discharge Elimination System (NPDES) permit from the Department of Ecology (Ecology). Ecology works with about 2,000 NPDES permit holders and currently has approximately 75 percent of its permits up-to-date. Funding and FTE staff are provided to the Water Quality Program to speed up processing of permits for new and expanded facilities in order to foster economic development and reduce the existing permit processing backlog. (Water Quality Permit Account-State)
11. **Johns Creek Hydrogeology Study** - A recent Superior Court ruling ordered Ecology to begin rulemaking related to groundwater management in the Johns Creek sub-basin of Mason County where inadequate streamflows threaten fish and wildlife. To evaluate rulemaking options, ongoing funding and FTE staff are provided for a two-year hydrogeologic study of the Johns Creek area. This funding will pay for contracted mapping, generation of water-management options, development of a groundwater model, and training for Ecology employees in using the new model. (General Fund-Private/Local, State Drought Preparedness Account-State)
12. **Completed Hanford Tank Litigation** - Funding is reduced on an ongoing basis for Hanford Nuclear Reservation (HNR) tank waste litigation that was concluded in October 2010. A corresponding revenue reduction is taken to reflect the associated reduction in mixed waste fees. (State Toxics Control Account-State)
13. **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. (various funds)
14. **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. (various funds)
15. **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. (various funds)

## Department of Ecology

16. **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. (various funds)
17. **Central Service Reforms** - Funding is reduced to reflect efficiencies related to state agency use of cell phones, mailing, printing, and information technology. (various funds)
18. **Hanford Tank Closure and Cleanup** - As a result of the 2010 settlement between Ecology and the U.S. Department of Energy (USDOE) over cleanup delays at HNR, USDOE accelerated its cleanup schedule, leading to an increase in revenue from the mixed waste fee. Spending authority is increased on an ongoing basis to support the additional regulatory oversight for Ecology and for soil and groundwater cleanup actions protecting the Columbia River. (State Toxics Control Account-State)
19. **Puget Sound Federal Funding** - Ecology is the lead agency in two cooperative agreements tied with a U.S. Environmental Protection Agency grant: (1) toxics and nutrient reduction and prevention; and (2) watershed protection and restoration. Federal expenditure authority and FTE staff are provided on an ongoing basis to implement the agreements. Funding will support direct and competitive awards, interagency agreements, and contracts with state, tribal and local entities on projects that help to implement the Puget Sound Action Agenda, such as updating a hydrology model for low-impact development and removing nitrogen from on-site septic systems. (General Fund-Federal)
20. **Reduce Management Staff** - Savings are achieved through the elimination of six management positions. The reduction is ongoing and assumes that supervisory and policy duties will be allocated to other managers.
21. **Close Walla Walla Office** - Savings are achieved by closing the Walla Walla water master office. The one FTE associated with that office is assumed to telecommute.
22. **Climate Change** - The climate change work originally funded by the Legislature is largely completed. Savings are achieved through an ongoing reduction to completed activities. Remaining funds will be used for work related to climate adaptation and reporting requirements and to assist state agencies with greenhouse gas emissions.
23. **Reduce Lab Services** - Funding for the Environmental Assessment Program is reduced by 5 percent on an ongoing basis. Ecology may use under-expenditures, reduced staffing or reductions of operations to achieve savings. Ecology may not reduce funding for activities associated with RCW 43.21A.230, the certification of environmental laboratories.
24. **Solid Waste Reductions** - Ecology is required to fund specific categories of projects within the solid waste program per RCW 70.93.180(1)(c). One-time savings are achieved from eliminating the 30 percent category projects, which includes waste reduction and recycling activities at Ecology. (Waste Reduction/Recycling/Litter Control Account-State)
25. **Stream Flow Data and Assessment** - Funding is reduced on an ongoing basis by 5 percent by combining stream flow analysis, data analysis, and assessment funding in the Shorelands and Environmental Assistance, Environmental Assessment, and Water Resources Programs. Savings are assumed through increased efficiencies and by reducing potential duplications.
26. **Reduce Motor Vehicle Emissions** - Funding is reduced by 5 percent on an ongoing basis for oversight and compliance spending in the Motor Vehicle Emissions Program.
27. **Water Quantity Reduction** - Funding is reduced on a one-time basis for water quantity activities. The potential reduction may come from water rights processing, water resource stewardship, water law compliance, dam safety, and clarification of water rights.
28. **Reclamation Funds** - Due to an excess fund balance, a portion of the state general fund subsidy for certain spending activities is shifted to the Reclamation Account on a one-time basis. The activities include stream gauging, geologic surveys, investigations for hydroelectric, as well as a regulatory program for well construction. (General Fund-State, Reclamation Revolving Account-State)
29. **Administrative Reduction** - Funding is reduced on an ongoing basis for all administrative spending by 5 percent. Ecology will achieve savings from reductions to the department's administration program or through a reduction in allocated administrative costs. (General Fund-State, various funds)
30. **State Natural Resources** - A combination of one-time and ongoing funding is provided to implement Chapter 1, Laws of 2012, 1st sp.s., Partial Veto (2ESSB 6406), which requires rulemaking changes to the State Environmental Policy Act, and to participate in changes to Forest Practices rules.
31. **Toxics Fund Shift** - A portion of state general fund for Water Quality, Shorelands and Environmental Assistance, Environmental Assessment, Hazardous Waste, Waste to Resources, Nuclear Waste, and Air Quality programs are shifted to the State Toxics Control Account on a one-time basis. (General Fund-State, State Toxics Control Account-State)
32. **Anaerobic Digester** - Ongoing funding is provided to implement Chapter 238, Laws of 2012 (2SSB 5343), which requires Ecology to submit a report to the Legislature by December 1, 2012 and requires Ecology to provide technical assistance if requested to help reduce emissions.
33. **Low Impact Development** - Funding is provided on a one-time basis for technical training to local governments and local development officials on low-impact development (LID). Ecology will consult with Washington State University extension LID technical center and others in the development of

**Department of Ecology**

the low-impact technical training. (State Toxics Control Account-State)

34. **Shift Agricultural Burning to Fee** - State general fund spending is shifted to the Air Pollution Control Account on a permanent basis. Ecology will amend a research contract and increase fees in the Agricultural Burning Permit and Smoke Management Program to the statutory cap in order to more closely recover actual costs of administering the program. (General Fund-State, Air Pollution Control Account-State)
35. **Governor Veto** - The Governor vetoed Section 302(13) of Chapter 7, Laws of 2012, 2nd sp.s., Partial Veto (3ESHB 2127), which appropriated funding for the implementation of either SHB 6120 (Children's Safe Products) or HB 2821 (Children's Safe Products). These bills did not pass the Legislature. (State Toxics Control Account-State)
36. **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. (various funds)
37. **Transfer Site Use Permit to Health#** - Pursuant to Chapter 19, Laws of 2012 (HB 2304), funding and FTE staff responsible for commercial low-level radioactive waste site use permitting are permanently transferred from Ecology to the Department of Health (DOH). The majority of the permitting work involves radioactive waste, which falls under the regulatory purview of DOH, while hazardous or mixed radioactive and hazardous waste is the focus of Ecology's work. (Site Closure Account-State)

**State Parks and Recreation Commission**

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2011-13 Original Appropriations</b>	<b>17,334</b>	<b>130,298</b>	<b>147,632</b>
<b>Total Maintenance Changes</b>	<b>0</b>	<b>-198</b>	<b>-198</b>
<b>Policy Changes - Other</b>			
1. Auditor Charges	0	-21	-21
2. Attorney General Reduction	0	-29	-29
3. Sec of State Archive Reduction	0	-6	-6
4. Central Services Savings	0	-9	-9
5. Central Service Reforms	0	-139	-139
6. Recreational Resources	0	296	296
7. Discover Pass Revenue Reduction	0	-9,400	-9,400
8. Infractions	0	592	592
9. Park Transition Funds	0	4,000	4,000
<b>Policy -- Other Total</b>	<b>0</b>	<b>-4,716</b>	<b>-4,716</b>
<b>Policy Changes - Comp</b>			
10. PEBB Funding Rate Reduction	0	-366	-366
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-366</b>	<b>-366</b>
<b>2011-13 Revised Appropriations</b>	<b>17,334</b>	<b>125,018</b>	<b>142,352</b>
Fiscal Year 2012 Total	8,955	62,553	71,508
Fiscal Year 2013 Total	8,379	62,465	70,844

**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. (Parks Renewal and Stewardship Account-State)
- 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. (Parks Renewal and Stewardship Account-State)
- 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. (Parks Renewal and Stewardship Account-State)
- 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. (Parks Renewal and Stewardship Account-State)
- Central Service Reforms** - Funding is reduced to reflect efficiencies related to state agency use of cell phones, mailing, printing, and information technology. (Parks Renewal and Stewardship Account-State)
- Recreational Resources** - Increased spending authority is provided based on projected increases in revenue from the implementation of Chapter 261, Laws of 2012 (E2SHB 2373). The legislation allows for the Discover Pass to be transferable between two vehicles and expands the opt-out donation to vehicle types that were not previously covered. (Parks Renewal and Stewardship Account-State)
- Discover Pass Revenue Reduction** - Spending authority from the Parks Renewal and Stewardship Account is adjusted on an ongoing basis to reflect lower-than-anticipated revenue from Discover Pass sales. To address the shortfall and avoid park closures, the State Parks and Recreation Commission (Parks) approved an agency restructuring plan that will achieve efficiencies and reduce expenditures, including reliance on seasonal rangers and flattening the agency structure. (Parks Renewal and Stewardship Account-State)
- Infractions** - Increased spending authority is provided to match the anticipated increase in revenue from the implementation of Chapter 262, Laws of 2012 (SSB 6387). The legislation requires revenue from Discover Pass infractions be deposited into Recreation Access Pass Account. Parks receives 84 percent of infraction revenues for deposit into the Parks Renewal and Stewardship Account. (Parks Renewal and Stewardship Account-State)
- Park Transition Funds** - Funds are provided on a one-time basis to assist Parks in transitioning to a fee-based agency. The increased funding will help support the operation and maintenance of state parks. (Aquatic Lands Enhancement Account-State)

## State Parks and Recreation Commission

10. **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. (Parks Renewal and Stewardship Account-State)

## Recreation and Conservation Funding Board

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2011-13 Original Appropriations</b>	<b>1,925</b>	<b>7,853</b>	<b>9,778</b>
<b>Total Maintenance Changes</b>	<b>-2</b>	<b>-7</b>	<b>-9</b>
<b>Policy Changes - Other</b>			
1. Private/Local Funding	0	-250	-250
2. Policy Director Funding Shift	-40	40	0
3. Salmon Recovery Office Funds	-33	0	-33
4. Auditor Charges	-7	-11	-18
5. Attorney General Reduction	-3	-4	-7
6. Sec of State Archive Reduction	0	-1	-1
7. Central Services Savings	0	-1	-1
8. Central Service Reforms	-8	-3	-11
9. Administration	-107	0	-107
<b>Policy -- Other Total</b>	<b>-198</b>	<b>-230</b>	<b>-428</b>
<b>Policy Changes - Comp</b>			
10. PEBB Funding Rate Reduction	-4	-22	-26
<b>Policy -- Comp Total</b>	<b>-4</b>	<b>-22</b>	<b>-26</b>
<hr/>			
<b>2011-13 Revised Appropriations</b>	<b>1,721</b>	<b>7,594</b>	<b>9,315</b>
Fiscal Year 2012 Total	898	3,830	4,728
Fiscal Year 2013 Total	823	3,764	4,587

**Comments:**

1. **Private/Local Funding** - General Fund-Private/Local funding is permanently reduced to match historic spending levels. (General Fund-Private/Local)
2. **Policy Director Funding Shift** - Funding for the agency policy director is shifted on an ongoing basis from the state general fund to the Recreation Resources Account to better align the funding source with the work completed by the position. (General Fund-State, Recreation Resources Account-State)
3. **Salmon Recovery Office Funds** - The Governor's Salmon Recovery Office coordinates a statewide salmon strategy by assisting with the development of regional recovery plans and working to secure funding for local, regional, and state recovery efforts. One-time savings will be achieved by holding the science coordinator position vacant and reducing production costs for the "State of the Salmon in Watersheds" report.
4. **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. (various funds)
5. **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. (various funds)
6. **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. (Recreation Resources Account-State)
7. **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. (Recreation Resources Account-State)
8. **Central Service Reforms** - Funding is reduced to reflect efficiencies related to state agency use of cell phones, mailing, printing, and information technology. (various funds)
9. **Administration** - State general fund is reduced for administration spending on an ongoing basis. The Recreation and Conservation Office (RCO) may achieve savings by shifting expenditures to federal sources, capturing under-expenditures, or reducing operations. RCO shall not reduce total spending to lead entities.
10. **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. (various funds)

## Environmental and Land Use Hearings Office

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2011-13 Original Appropriations</b>	<b>4,841</b>	<b>0</b>	<b>4,841</b>
<b>Total Maintenance Changes</b>	<b>-265</b>	<b>0</b>	<b>-265</b>
<b>Policy Changes - Other</b>			
1. Auditor Charges	-5	0	-5
2. Attorney General Reduction	-155	0	-155
3. Sec of State Archive Reduction	-1	0	-1
4. Central Service Reforms	-3	0	-3
5. Board Vacancies and Other Savings	-227	0	-227
<b>Policy -- Other Total</b>	<b>-391</b>	<b>0</b>	<b>-391</b>
<b>Policy Changes - Comp</b>			
6. PEBB Funding Rate Reduction	-12	0	-12
<b>Policy -- Comp Total</b>	<b>-12</b>	<b>0</b>	<b>-12</b>
<hr/>			
<b>2011-13 Revised Appropriations</b>	<b>4,173</b>	<b>0</b>	<b>4,173</b>
Fiscal Year 2012 Total	2,153	0	2,153
Fiscal Year 2013 Total	2,020	0	2,020

**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. **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. **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.
  
4. **Central Service Reforms** - Funding is reduced to reflect efficiencies related to state agency use of cell phones, mailing, printing, and information technology. (Various Funds)
  
5. **Board Vacancies and Other Savings** - Funding and FTE staff for the Environmental and Land Use Hearings Office (ELUHO) are reduced on a one-time basis to reflect savings from temporary board vacancies on the Pollution Control/Shorelines Hearings Boards and the Growth Management Hearings Board (GMHB). Additional ongoing savings will be achieved through GMHB's collocation with the Environmental Hearings Boards in Tumwater, beginning in July 2012, as well as reductions in expenditures for goods and services.
  
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

**State Conservation Commission**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2011-13 Original Appropriations</b>	<b>13,583</b>	<b>1,301</b>	<b>14,884</b>
<b>Total Maintenance Changes</b>	<b>-4</b>	<b>0</b>	<b>-4</b>
<b>Policy Changes - Other</b>			
1. Attorney General Reduction	-3	0	-3
2. Grants and Administration	-335	0	-335
3. Central Service Reforms	-11	0	-11
4. Commute Trip Reduction	-9	0	-9
<b>Policy -- Other Total</b>	<b>-358</b>	<b>0</b>	<b>-358</b>
<b>Policy Changes - Comp</b>			
5. PEBB Funding Rate Reduction	-12	0	-12
<b>Policy -- Comp Total</b>	<b>-12</b>	<b>0</b>	<b>-12</b>
<hr/>			
<b>2011-13 Revised Appropriations</b>	<b>13,209</b>	<b>1,301</b>	<b>14,510</b>
Fiscal Year 2012 Total	6,785	651	7,436
Fiscal Year 2013 Total	6,424	650	7,074

**Comments:**

1. **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.
2. **Grants and Administration** - Funding is reduced on an ongoing basis to reflect under-expenditures in conservation district grants and a reduction in administrative expenses.
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. **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.

## Department of Fish and Wildlife

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2011-13 Original Appropriations</b>	<b>69,387</b>	<b>289,030</b>	<b>358,417</b>
<b>Total Maintenance Changes</b>	<b>131</b>	<b>6,292</b>	<b>6,423</b>
<b>Policy Changes - Early Action Savings</b>			
1. Shift Puget Sound Toxic Sampling	-714	714	0
2. Shift Ballast Water Management Fund	-352	352	0
3. Shift Shellfish Activities Funding	-308	308	0
4. Management Staff	-1,131	0	-1,131
5. Shift Equip Prchases to Revolv Acct	-355	355	0
<b>Policy Changes - Early Action Savings</b>	<b>-2,860</b>	<b>1,729</b>	<b>-1,131</b>
<b>Policy Changes - Other</b>			
6. Reduce Fish Program Dedicated Accts	0	-1,055	-1,055
7. Auditor Charges	-38	-25	-63
8. Attorney General Reduction	-68	-45	-113
9. Sec of State Archive Reduction	-6	-4	-10
10. Central Services Savings	-4	-3	-7
11. Wolf Population Monitoring	0	355	355
12. Black Bear Monitoring & Management	0	200	200
13. Mountain Goat & Bighorn Sheep Rcvry	0	350	350
14. Central Service Reforms	-373	-131	-504
15. Geoduck Poaching Enforcement	0	522	522
16. Infractions	0	56	56
17. Reduce administration	-235	0	-235
18. Renewable Energy Siting	-50	0	-50
19. Technical Assistance Salmon Recover	-379	379	0
20. PILT Reduction	-652	0	-652
21. Hydraulic Project Permits	-83	337	254
22. Hatcheries	-3,000	3,000	0
23. Marine Enforcement	-3,300	3,300	0
24. Grizzly Bear Outreach Program	0	50	50
25. Livestock	0	50	50
26. AIS Prevention	0	133	133
27. Fish and Wildlife Enforcement	-500	500	0
<b>Policy -- Other Total</b>	<b>-8,688</b>	<b>7,969</b>	<b>-719</b>
<b>Policy Changes - Comp</b>			
28. PEBB Funding Rate Reduction	-254	-642	-896
<b>Policy -- Comp Total</b>	<b>-254</b>	<b>-642</b>	<b>-896</b>
<b>2011-13 Revised Appropriations</b>	<b>57,716</b>	<b>304,378</b>	<b>362,094</b>
Fiscal Year 2012 Total	34,098	142,689	176,787
Fiscal Year 2013 Total	23,618	161,689	185,307

**Comments:**

- Shift Puget Sound Toxic Sampling** - The Department of Fish and Wildlife (WDFW) samples two key indicator fish species to inform policy and decision makers regarding the presence of toxic contaminants in the Puget Sound food web and the general health of Puget Sound. Funding for this work is permanently shifted from the state general fund to the Aquatic Lands Enhancement Account (ALEA). (General Fund-State, Aquatic Lands Enhancement Account-State)
- Shift Ballast Water Management Fund** - WDFW monitors commercial vessels entering Washington ports that have the highest risk of transporting aquatic invasive species in their

ballast water. Funding for this program is permanently shifted from the state general fund to the ALEA. (General Fund-State, Aquatic Lands Enhancement Account-State)

- Shift Shellfish Activities Funding** - WDFW manages recreational and commercial shellfish fisheries and is responsible for protecting species and their habitat. Funding for managing commercial shellfish fisheries is shifted on an ongoing basis from the state general fund to the ALEA. (General Fund-State, Aquatic Lands Enhancement Account-State)

## Department of Fish and Wildlife

4. **Management Staff** - WDFW will eliminate six management positions and spread supervisory and policy duties out to remaining managers on an ongoing basis.
5. **Shift Equip Prchases to Revolv Acct** - Equipment purchases are shifted on a one-time basis to WDFW's Equipment Revolving Fund. (General Fund-State, Fish and Wildlife Equipment Revolving Account-Non-Appropriated)
6. **Reduce Fish Program Dedicated Accts** - During the 2011-13 biennium, the Legislature provided authority to the Department of Fish and Wildlife (WDFW) to increase hunting and fishing license fees. Expenditure authority is reduced on an ongoing basis to reflect lower-than-anticipated revenue from these increases. (various funds)
7. **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. (various funds)
8. **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. (various funds)
9. **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. (various funds)
10. **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. (various funds)
11. **Wolf Population Monitoring** - Gray wolves are currently a state-protected species and are federally listed as endangered in the western two-thirds of the state. WDFW has the primary responsibility for monitoring these wolves. Ongoing funding is provided from the sale of endangered species license plates for the department to mitigate livestock damage by notifying livestock producers of wolf presence and to implement management tools to minimize wolf-livestock conflicts. The department will also monitor wolf packs and territories to determine when the species has met its recovery objectives. (General Fund-Private/Local, State Wildlife Account-State)
12. **Black Bear Monitoring & Management** - Ongoing funding is provided from the sale of special bear, deer, and elk license plates for research and implementation of a new black bear population estimate and monitoring method that will enable WDFW to more accurately set harvest rates and more effectively manage human and black bear population conflicts. (State Wildlife Account-State)
13. **Mountain Goat & Bighorn Sheep Rcvry** - Ongoing funding from special hunting permit auctions is provided to WDFW to develop and implement a plan to move mountain goats to more favorable areas, to study bighorn sheep populations in order to track their movements near domesticated sheep, and to contract with Washington State University for research on a vaccine against disease. (State Wildlife Account-State)
14. **Central Service Reforms** - Funding is reduced to reflect efficiencies related to state agency use of cell phones, mailing, printing, and information technology. (various funds)
15. **Geoduck Poaching Enforcement** - Recent data from closed geoduck tracts indicate illegal geoduck poaching is threatening the recovery of the species. Ongoing funding is provided for increased law enforcement capacity to reduce the occurrence of geoduck poaching and illegal harvest activities. (Aquatic Lands Enhancement Account-State)
16. **Infractions** - Increased spending authority is provided to match the anticipated increase in revenue from the implementation of Chapter 262, Laws of 2012 (SSB 6387). The legislation requires revenue from Discover Pass infractions be deposited into Recreation Access Pass Account. WDFW receives 8 percent of infraction revenues for deposit into the State Wildlife Account. (State Wildlife Account-State)
17. **Reduce administration** - Reduces administrative spending on an ongoing basis by 5 percent.
18. **Renewable Energy Siting** - Reduces spending for renewable energy siting technical assistance by WDFW on an ongoing basis. Potential renewable projects may continue to receive department provided assistance or assistance from private sector consultants for siting.
19. **Technical Assistance Salmon Recover** - Due to excess fund balance, a portion of the state general fund for technical assistance for salmon recovery is shifted on a one-time basis to the Aquatic Lands Enhancement Account. (General Fund-State, Aquatics Land Enhancement Account-State)
20. **PILT Reduction** - Savings are achieved through reducing Payments in Lieu of Taxes (PILT) to eligible counties. A new formula is established for the 2011-13 biennium that allocates funding so that no county will receive an amount lower than its 2009 PILT payment.
21. **Hydraulic Project Permits** - Ongoing funding is provided for the implementation of Chapter 1, Laws of 2012, 1st sp.s., Partial Veto (2ESSB 6406). The legislation requires WDFW to charge fees to recover a portion of the costs associated with implementing and operating the Hydraulic Project Approval (HPA) Program and for the department's efforts in integrating HPA with forest practices activities. Savings are achieved by shifting a portion of the state general fund to the new dedicated account. (General Fund-State, Hydraulic Project Approval Account-State)

**Department of Fish and Wildlife**

22. **Hatcheries** - Due to an excess fund balance, a portion of the state general fund for hatchery activities is shifted to the Aquatics Land Enhancement Account on a one-time basis. (General Fund-State, Aquatics Land Enhancement Account-State)
23. **Marine Enforcement** - Due to an excess fund balance, a portion of the state general fund for marine enforcement activities is shifted to the Recreational Resources Account on a one-time basis. (General Fund-State, Recreational Resources Account-State).
24. **Grizzly Bear Outreach Program** - One-time funding is provided to a community-based organization to disseminate information about grizzly bears in the North Cascades. (State Wildlife Account-State)
25. **Livestock** - Ongoing funding is provided for mitigation, claims, and assessment costs for injury or loss of livestock caused by wolves, black bears, and cougars. (State Wildlife Account-State)
26. **AIS Prevention** - Additional expenditure authority is provided to match higher-than-anticipated revenue to the Aquatic Invasive Species Prevention Account during FY 2013. The ongoing funding will be used to maintain agency capacity to control aquatic invasive species. (Aquatic Invasive Species Prevention Account-State)
27. **Fish and Wildlife Enforcement** - Due to an excess fund balance, a portion of the state general fund for law enforcement activities is shifted on a one-time basis to the Fish and Wildlife Enforcement Account. (General Fund-State, Fish and Wildlife Enforcement Account-State)
28. **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. (various funds)

## Department of Natural Resources

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2011-13 Original Appropriations</b>	<b>68,913</b>	<b>291,582</b>	<b>360,495</b>
<b>Total Maintenance Changes</b>	<b>543</b>	<b>-930</b>	<b>-387</b>
<b>Policy Changes - Early Action Savings</b>			
1. GF-S Transfer to ACTMA	-267	0	-267
2. Corr Camps Fund Shift to Mgmt Accts	-300	300	0
3. Fire Suppression Savings	-2,007	0	-2,007
<b>Policy Changes - Early Action Savings</b>	<b>-2,574</b>	<b>300</b>	<b>-2,274</b>
<b>Policy Changes - Other</b>			
4. Survey & Mapping Activity	0	-222	-222
5. Trust Land Mgmt Activities	0	4,383	4,383
6. Silviculture Burn Permit Pgm	0	-129	-129
7. Shift ECY/DFW Grant Funding to FFSA	-487	487	0
8. Increase Adaptive Mgmt Activities	0	1,364	1,364
9. Auditor Charges	-47	-117	-164
10. Attorney General Reduction	-51	-126	-177
11. Sec of State Archive Reduction	-4	-8	-12
12. Central Services Savings	-5	-13	-18
13. Land Management Costs	-2,138	2,138	0
14. Central Service Reforms	-116	-202	-318
15. Natural Heritage Program	150	0	150
16. Reduce Administration	-244	0	-244
17. Reduce Management	-205	0	-205
18. Fire Suppression Overtime	-623	0	-623
19. Geology Services	-100	0	-100
20. Forest Practices	-79	841	762
21. Marine Management	0	2,100	2,100
22. Infractions	0	56	56
23. Governor Veto	3,973	-2,138	1,835
<b>Policy -- Other Total</b>	<b>24</b>	<b>8,414</b>	<b>8,438</b>
<b>Policy Changes - Comp</b>			
24. PEBB Funding Rate Reduction	-208	-642	-850
<b>Policy -- Comp Total</b>	<b>-208</b>	<b>-642</b>	<b>-850</b>
<b>2011-13 Revised Appropriations</b>	<b>66,698</b>	<b>298,724</b>	<b>365,422</b>
Fiscal Year 2012 Total	30,907	141,784	172,691
Fiscal Year 2013 Total	35,791	156,940	192,731

**Comments:**

- GF-S Transfer to ACTMA** - The amount of state general fund provided for deposit into the Agricultural College Trust Management Account (ACTMA) is reduced. The ACTMA has a sufficient fund balance to reduce the state general fund contribution on a one-time basis and maintain current levels of work.
- Corr Camps Fund Shift to Mgmt Accts** - The Department of Natural Resources (DNR) will reduce correctional camp work at recreational and local government sites funded by the state general fund and increase silvicultural work on state trust lands funded by DNR's trust management accounts. (General Fund-State, Forest Development Account-State, Resources Management Cost Account-State)
- Fire Suppression Savings** - Due to a light fire season, DNR has excess funds in its fire suppression budget for FY 2012. The fire suppression budget is reduced to reflect a lower level of fire suppression expenditures.
- Survey & Mapping Activity** - Spending authority is reduced on an ongoing basis to reflect lower-than-projected revenue collections in the Survey and Maps Account. (Survey and Maps Account-State)
- Trust Land Mgmt Activities** - Increased expenditure authority is provided on an ongoing basis to the Department of Natural Resources (DNR) for the resumption of delayed silvicultural activities and to help ensure the long-term viability of the

## Department of Natural Resources

- timber on state lands. (Forest Development Account-State, Resources Management Cost Account-State)
6. **Silviculture Burn Permit Pgm** - DNR and the Department of Ecology issue permits for silviculture and agriculture burning to maintain air quality. Spending authority is reduced on a one-time basis to reflect lower-than-anticipated permit revenue. (Air Pollution Control Account-State)
  7. **Shift ECY/DFW Grant Funding to FFSA** - Historically, all participation grant funding for adaptive management was paid from the Forest and Fish Support Account (FFSA), but during the previous biennium the grant funding for the Department of Ecology and the Department of Fish and Wildlife was paid from the state general fund. This ongoing shift moves the funding back to the FFSA. (General Fund-State, Forest and Fish Support Account-State)
  8. **Increase Adaptive Mgmt Activities** - The Forest Practices Act and the Forest and Fish Rules are the basis for the Forest Practices Habitat Conservation Plan (FPHCP) and the Clean Water Act (CWA) assurances which protect fish life and water quality in forested areas. FFSA has built up excess funds over time due to increased revenue and under-expenditures. These excess funds will be used on an ongoing basis to increase activities that support the CWA assurances and the FPHCP. (Forest and Fish Support Account-State)
  9. **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. (various funds)
  10. **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. (various funds)
  11. **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. (various funds)
  12. **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. (various funds)
  13. **Land Management Costs** - Each biennium, DNR is provided state general funds for the responsibility of carrying out emergency fire suppression activities on approximately 12.7 million acres of private and state forest lands. During FY 2013, an additional appropriation is provided to DNR from the Forest Development Account to replace an equal reduction in state general fund for fire suppression activities. However, the Governor vetoed this item. (General Fund-State, Forest Development Account-State)
  14. **Central Service Reforms** - Funding is reduced to reflect efficiencies related to state agency use of cell phones, mailing, printing, and information technology. (various funds)
  15. **Natural Heritage Program** - The Natural Heritage Program tracks about 500 rare species and 300 ecosystems native to Washington State and manages the state's only comprehensive database of information on rare plant species and their locations. Ongoing funding is provided to maintain the program.
  16. **Reduce Administration** - Savings are achieved through reducing state general fund administrative expenditures by 5 percent on an ongoing basis.
  17. **Reduce Management** - Savings are achieved through the elimination of six management positions on an ongoing basis. The reduction assumes that supervisory and policy duties will be allocated to other managers.
  18. **Fire Suppression Overtime** - Savings are achieved through allocating staffing resources and overtime, to the greatest extent possible, to more seasonal firefighters to offset overtime payments to department employees. Using FY 2012 as a base year, this allows the state to pay a rate approximately 28 percent lower than the average department employee overtime rates. However, the Governor vetoed this item.
  19. **Geology Services** - Savings are achieved through a reduction in DNR geology services by 7 percent effective May 1st.
  20. **Forest Practices** - Funding is provided for the implementation of Chapter 1, Laws of 2012, 1st sp.s., Partial Veto (2ESSB 6406). The legislation requires DNR to increase fees for Forest Practice (FPA) applications as well make a number of changes to the FPA Program. Savings are achieved by shifting a portion of the state general fund to the new dedicated funding. (General Fund-State, Forest Practices Application Account-State, Various Funds)
  21. **Marine Management** - Funding is provided on an ongoing basis for the implementation of Chapter 252, Laws of 2012, Partial Veto (2SSB 6263). The legislation allows for the development of marine management plans for different geographic areas on different schedules. (Marine Resources Stewardship Trust Account-State)
  22. **Infractions** - Increased spending authority is provided to match the anticipated increase in revenue from the implementation of Chapter 262, Laws of 2012 (SSB 6387). The legislation requires revenue from Discover Pass infractions be deposited into Recreation Access Pass Account. DNR receives 84 percent of infraction revenues for deposit into the Park Land Trust Revolving Account. (Park Land Trust Revolving Account-State)
  23. **Governor Veto** - The Governor vetoed Section 308 (lines 27 and 28) and Section 308 (2) of Chapter 7, Laws of 2012, 2nd sp.s., Partial Veto (3ESHB 2127). Lines 27 and 28 decreased

**Department of Natural Resources**

the FY 2013 state general fund appropriation for DNR and the veto reverts the FY 2013 state general fund appropriation amount to that following the passage of Chapter 9, Laws of 2011, 2nd sp. s., Partial Veto (SHB 2058), passed by the Legislature in December 2011. Section 308(2) specified funding from various accounts be directed for emergency fire suppression expenditures and the veto eliminates an increase to the appropriation from the Forest Development Account. (General Fund-State, Forest Development Account-State)

24. **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. (various funds)

**Department of Agriculture**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2011-13 Original Appropriations</b>	<b>31,100</b>	<b>115,202</b>	<b>146,302</b>
<b>Total Maintenance Changes</b>	<b>-31</b>	<b>-103</b>	<b>-134</b>
<b>Policy Changes - Early Action Savings</b>			
1. Knotweed Program Fund Shift	-759	759	0
<b>Policy Changes - Early Action Savings</b>	<b>-759</b>	<b>759</b>	<b>0</b>
<b>Policy Changes - Other</b>			
2. Auditor Charges	-8	-26	-34
3. Attorney General Reduction	-7	-26	-33
4. Sec of State Archive Reduction	-1	-4	-5
5. Central Services Savings	1	4	5
6. Central Service Reforms	-49	-120	-169
7. Commute Trip Reduction	-1	0	-1
8. Administration	-210	-289	-499
<b>Policy -- Other Total</b>	<b>-275</b>	<b>-461</b>	<b>-736</b>
<b>Policy Changes - Comp</b>			
9. PEBB Funding Rate Reduction	-64	-326	-390
<b>Policy -- Comp Total</b>	<b>-64</b>	<b>-326</b>	<b>-390</b>
<b>2011-13 Revised Appropriations</b>	<b>29,971</b>	<b>115,071</b>	<b>145,042</b>
Fiscal Year 2012 Total	15,434	58,548	73,982
Fiscal Year 2013 Total	14,537	56,523	71,060

**Comments:**

1. **Knotweed Program Fund Shift** - Knotweed is an invasive freshwater weed that alters stream and river ecosystems and limits salmon recovery by displacing native vegetation. Grants to local entities currently funded by the state general fund will be offset with funds from dedicated accounts. A total of \$479,000 in grant funding is permanently shifted from the state general fund to the Aquatic Lands Enhancement Account, while \$280,000 of grant funding is shifted on a one-time basis from the state general fund to the Freshwater Aquatic Weeds Account. (General Fund-State, Aquatic Lands Enhancement Account-State, Freshwater Aquatic Weeds Account-State)
2. **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. (various funds)
3. **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. (various funds)
4. **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. (various funds)
5. **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. (various funds)
6. **Central Service Reforms** - Funding is reduced to reflect efficiencies related to state agency use of cell phones, mailing, printing, and information technology. (various funds)
7. **Commute Trip Reduction** - Funding is reduced to reflect the elimination of state general funds for the Commute Trip Reduction program.
8. **Administration** - Ongoing savings are achieved through a reduction in administrative spending, not to include direct services to food banks. (General Fund-State, various funds)
9. **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. (various funds)

## Department of Agriculture

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

## Washington Pollution Liability Insurance Program

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2011-13 Original Appropriations</b>	<b>0</b>	<b>876</b>	<b>876</b>
<b>Total Maintenance Changes</b>	<b>0</b>	<b>822</b>	<b>822</b>
<b>Policy Changes - Other</b>			
1. Oil Heat Program Funding	0	-73	-73
2. Auditor Charges	0	-6	-6
3. Attorney General Reduction	0	-2	-2
<b>Policy -- Other Total</b>	<b>0</b>	<b>-81</b>	<b>-81</b>
<b>Policy Changes - Comp</b>			
4. PEBB Funding Rate Reduction	0	-4	-4
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-4</b>	<b>-4</b>
<hr/>			
<b>2011-13 Revised Appropriations</b>	<b>0</b>	<b>1,613</b>	<b>1,613</b>
Fiscal Year 2012 Total	0	814	814
Fiscal Year 2013 Total	0	799	799

**Comments:**

1. **Oil Heat Program Funding** - The Heating Oil Pollution Liability Insurance Program is funded from a fee paid by heating oil dealers. Funding to the program's dedicated account is reduced on an ongoing basis to reflect lower-than-anticipated revenue and captures savings from under-expenditures in recent years. (Heating Oil Pollution Liability Trust Account-Non-Appropriated)
2. **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. (various funds)
3. **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. (various funds)
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. (various funds)

**Puget Sound Partnership**

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2011-13 Original Appropriations</b>	<b>5,065</b>	<b>10,764</b>	<b>15,829</b>
<b>Total Maintenance Changes</b>	<b>-1</b>	<b>-1</b>	<b>-2</b>
<b>Policy Changes - Early Action Savings</b>			
1. Gov't Relations/Partnerships	-242	0	-242
<b>Policy Changes - Early Action Savings</b>	<b>-242</b>	<b>0</b>	<b>-242</b>
<b>Policy Changes - Other</b>			
2. Performance Management System	0	343	343
3. Auditor Charges	-13	-12	-25
4. Attorney General Reduction	-1	-1	-2
5. Technology Spending	-128	0	-128
6. Training/Tech Asst, Study	-137	0	-137
7. Puget Sound Federal Funding	0	2,125	2,125
8. NW Straits Commission Support	0	400	400
9. Central Service Reforms	-7	-4	-11
<b>Policy -- Other Total</b>	<b>-286</b>	<b>2,851</b>	<b>2,565</b>
<b>Policy Changes - Comp</b>			
10. PEBB Funding Rate Reduction	-10	-10	-20
<b>Policy -- Comp Total</b>	<b>-10</b>	<b>-10</b>	<b>-20</b>
<b>2011-13 Revised Appropriations</b>	<b>4,526</b>	<b>13,604</b>	<b>18,130</b>
Fiscal Year 2012 Total	2,273	5,618	7,891
Fiscal Year 2013 Total	2,253	7,986	10,239

**Comments:**

- Gov't Relations/Partnerships** - The Puget Sound Partnership (Partnership) relies on local government actions and partnerships with community organizations to implement the Action Agenda for Puget Sound cleanup and recovery. Funding is reduced for grants to local community outreach organizations that assist in Action Agenda implementation and for a local government outreach contract with the Association of Washington Cities. The Partnership will also eliminate a research contract to analyze organizations and networks across the region for their potential to advance Puget Sound recovery.
- Performance Management System** - Federal expenditure authority for the Puget Sound Partnership (PSP) is increased on a one-time basis for development of a performance management system to track the status of individual Puget Sound recovery projects and progress toward recovery outcomes. (General Fund-Federal)
- 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. (various funds)
- 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. (various funds)
- Technology Spending** - Funding is reduced on a one-time basis for information technology improvements. This reduction will be achieved by delaying desktop computer replacements and scaling back improvements to the agency's website and social media tools.
- Training/Tech Asst, Study** - Funding is reduced on an ongoing basis for training and technical assistance related to stormwater-reducing land development practices and for vessel traffic studies related to oil spill prevention.
- Puget Sound Federal Funding** - Federal expenditure authority and FTE staff are increased on an ongoing basis to reflect grant funding from the U.S. Environmental Protection Agency (EPA) for updating the Puget Sound Action Agenda, improving PSP's Coordinated Science and Monitoring Program, and providing financial and technical support to local organizations in PSP's seven geographic action areas. (General Fund-Federal)
- NW Straits Commission Support** - Federal expenditure authority is increased on a one-time basis for a EPA pass-through grant to the Department of Ecology to support the Northwest Straits Commission (NSC) for one year. This will allow NSC to continue to provide marine conservation recommendations to state and local governments and provide scientific, technical, and financial support to local marine resource committees. (General Fund-Federal)

## Puget Sound Partnership

9. **Central Service Reforms** - Funding is reduced to reflect efficiencies related to state agency use of cell phones, mailing, printing, and information technology. (various funds)
10. **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. (various funds)