2015-17 BUDGET OVERVIEW

Washington State biennial budgets authorized by the Legislature in the 2015 session total $93.7 billion. The omnibus operating budget accounts for $78.9 billion. The transportation budget and the omnibus capital budget account for $8.3 billion and $6.6 billion, respectively.

Separate overviews are included for each of the budgets. The overview for the omnibus operating budget can be found on page O-10, the overview for the transportation budget is on page T-3, and the overview for the omnibus capital budget is on page C-1.

Omnibus operating budget statewide reports in this publication reference NGF-P and total budgeted funds. NGF-P is the total of the state general fund, Education Legacy Trust Account and the Opportunity Pathways Account.

2015-17 Washington State Budget
Total Budgeted Funds
TOTAL STATE
(Dollars in Thousands)

	Omnibus	Transportation Current Law Budget		Transportation New Law Budget		Omnibus Capital		
	Operating	Operating	Capital	Operating	Capital	Approps	Reapprops	Total
Legislative	173,930	2,290	0	450	0	75	0	176,745
Judicial	337,921	0	0	0	0	0	0	337,921
Governmental Operations	3,792,924	3,358	0	0	0	713,177	878,353	5,387,812
Human Services	35,266,422	0	0	0	0	161,636	100,165	35,528,223
Natural Resources	1,713,043	2,198	0	0	0	1,144,489	1,258,936	4,118,666
Transportation	195,359	2,462,633	3,764,853	46,922	461,125	1,300	200	6,932,392
Public Schools	20,008,166	0	0	0	0	875,808	369,325	21,253,299
Higher Education	13,826,980	0	0	0	0	786,662	250,559	14,864,201
Other Education	736,946	0	0	0	0	16,462	6,470	759,878
Special Appropriations	2,836,614	1,521,033	0	0	0	0	0	4,357,647
Total Budget Bill	**78,888,305**	**3,991,512**	**3,764,853**	**47,372**	**461,125**	**3,699,609**	**2,864,008**	**93,716,784**

2015-17 Washington State Budget
Total Budgeted Funds
LEGISLATIVE AND JUDICIAL
(Dollars in Thousands)

	Omnibus	Transportation Current Law Budget		Transportation New Law Budget		Omnibus Capital		
	Operating	Operating	Capital	Operating	Capital	Approps	Reapprops	Total
House of Representatives	70,356	0	0	0	0	75	0	70,431
Senate	50,516	0	0	0	0	0	0	50,516
Joint Transportation Committee	0	1,727	0	450	0	0	0	2,177
Jt Leg Audit & Review Committee	6,711	0	0	0	0	0	0	6,711
LEAP Committee	3,658	563	0	0	0	0	0	4,221
Office of the State Actuary	5,617	0	0	0	0	0	0	5,617
Office of Legislative Support Svcs	8,278	0	0	0	0	0	0	8,278
Joint Legislative Systems Comm	19,006	0	0	0	0	0	0	19,006
Statute Law Committee	9,788	0	0	0	0	0	0	9,788
Total Legislative	**173,930**	**2,290**	**0**	**450**	**0**	**75**	**0**	**176,745**
Supreme Court	15,085	0	0	0	0	0	0	15,085
State Law Library	3,147	0	0	0	0	0	0	3,147
Court of Appeals	34,158	0	0	0	0	0	0	34,158
Commission on Judicial Conduct	2,210	0	0	0	0	0	0	2,210
Administrative Office of the Courts	178,222	0	0	0	0	0	0	178,222
Office of Public Defense	78,108	0	0	0	0	0	0	78,108
Office of Civil Legal Aid	26,991	0	0	0	0	0	0	26,991
Total Judicial	**337,921**	**0**	**0**	**0**	**0**	**0**	**0**	**337,921**
Total Legislative/Judicial	**511,851**	**2,290**	**0**	**450**	**0**	**75**	**0**	**514,666**

2015-17 Washington State Budget
Total Budgeted Funds
GOVERNMENTAL OPERATIONS
(Dollars in Thousands)

	Omnibus	Transportation Current Law Budget		Transportation New Law Budget		Omnibus Capital		
	Operating	Operating	Capital	Operating	Capital	Approps	Reapprops	Total
Office of the Governor	14,813	0	0	0	0	0	0	14,813
Office of the Lieutenant Governor	1,365	0	0	0	0	0	0	1,365
Public Disclosure Commission	4,747	0	0	0	0	0	0	4,747
Office of the Secretary of State	99,819	0	0	0	0	1,407	0	101,226
Governor's Office of Indian Affairs	537	0	0	0	0	0	0	537
Asian-Pacific-American Affrs	450	0	0	0	0	0	0	450
Office of the State Treasurer	16,753	0	0	0	0	0	0	16,753
Office of the State Auditor	72,677	0	0	0	0	0	0	72,677
Comm Salaries for Elected Officials	331	0	0	0	0	0	0	331
Office of the Attorney General	265,955	0	0	0	0	0	0	265,955
Caseload Forecast Council	2,832	0	0	0	0	0	0	2,832
Dept of Financial Institutions	51,960	0	0	0	0	0	0	51,960
Department of Commerce	488,382	0	0	0	0	513,180	799,198	1,800,760
Economic & Revenue Forecast Council	1,722	0	0	0	0	0	0	1,722
Office of Financial Management	136,004	2,378	0	0	0	82,680	19,327	240,389
Office of Administrative Hearings	38,508	0	0	0	0	0	0	38,508
State Lottery Commission	946,373	0	0	0	0	0	0	946,373
Washington State Gambling Comm	30,548	0	0	0	0	0	0	30,548
WA State Comm on Hispanic Affairs	505	0	0	0	0	0	0	505
African-American Affairs Comm	502	0	0	0	0	0	0	502
Department of Retirement Systems	62,244	0	0	0	0	0	0	62,244
State Investment Board	42,452	0	0	0	0	0	0	42,452
Department of Revenue	285,139	0	0	0	0	0	0	285,139
Board of Tax Appeals	2,555	0	0	0	0	0	0	2,555
Minority & Women's Business Enterp	4,730	0	0	0	0	0	0	4,730
Office of Insurance Commissioner	59,514	0	0	0	0	0	0	59,514
Consolidated Technology Services	353,968	0	0	0	0	0	0	353,968
State Board of Accountancy	6,095	0	0	0	0	0	0	6,095
Forensic Investigations Council	500	0	0	0	0	0	0	500
Dept of Enterprise Services	326,294	0	0	0	0	30,801	13,941	371,036
Washington Horse Racing Commission	5,826	0	0	0	0	0	0	5,826
Liquor and Cannabis Board	82,925	0	0	0	0	0	0	82,925
Utilities and Transportation Comm	65,478	504	0	0	0	0	0	65,982
Board for Volunteer Firefighters	1,013	0	0	0	0	0	0	1,013
Military Department	303,233	0	0	0	0	81,554	43,935	428,722
Public Employment Relations Comm	8,509	0	0	0	0	0	0	8,509
LEOFF 2 Retirement Board	2,350	0	0	0	0	0	0	2,350
Archaeology & Historic Preservation	5,316	476	0	0	0	3,555	1,952	11,299
Total Governmental Operations	**3,792,924**	**3,358**	**0**	**0**	**0**	**713,177**	**878,353**	**5,387,812**

2015-17 Washington State Budget
Total Budgeted Funds
HUMAN SERVICES
(Dollars in Thousands)

	Omnibus	Transportation Current Law Budget		Transportation New Law Budget		Omnibus Capital		
	Operating	Operating	Capital	Operating	Capital	Approps	Reapprops	Total
WA State Health Care Authority	16,723,288	0	0	0	0	0	0	16,723,288
Human Rights Commission	6,476	0	0	0	0	0	0	6,476
Bd of Industrial Insurance Appeals	41,724	0	0	0	0	0	0	41,724
Criminal Justice Training Comm	49,067	0	0	0	0	456	0	49,523
Department of Labor and Industries	704,104	0	0	0	0	0	0	704,104
Dept of Social and Health Services	13,932,885	0	0	0	0	75,884	7,703	14,016,472
Department of Health	1,122,550	0	0	0	0	42,789	24,653	1,189,992
Department of Veterans' Affairs	135,268	0	0	0	0	6,012	39,032	180,312
Department of Corrections	1,871,417	0	0	0	0	36,495	28,777	1,936,689
Dept of Services for the Blind	29,783	0	0	0	0	0	0	29,783
Employment Security Department	649,860	0	0	0	0	0	0	649,860
Total Human Services	**35,266,422**	**0**	**0**	**0**	**0**	**161,636**	**100,165**	**35,528,223**

2015-17 Washington State Budget
Total Budgeted Funds
NATURAL RESOURCES
(Dollars in Thousands)

	Omnibus	Transportation Current Law Budget		Transportation New Law Budget		Omnibus Capital		
	Operating	Operating	Capital	Operating	Capital	Approps	Reapprops	Total
Columbia River Gorge Commission	1,856	0	0	0	0	0	0	1,856
Department of Ecology	475,200	0	0	0	0	536,036	955,829	1,967,065
WA Pollution Liab Insurance Program	1,866	0	0	0	0	1,800	0	3,666
State Parks and Recreation Comm	156,347	986	0	0	0	59,096	8,196	224,625
Rec and Conservation Funding Board	10,174	0	0	0	0	266,483	207,319	483,976
Environ & Land Use Hearings Office	4,287	0	0	0	0	0	0	4,287
State Conservation Commission	24,486	0	0	0	0	55,373	3,700	83,559
Dept of Fish and Wildlife	403,339	0	0	0	0	88,222	74,370	565,931
Puget Sound Partnership	17,362	0	0	0	0	0	1,575	18,937
Department of Natural Resources	449,410	0	0	0	0	135,479	7,698	592,587
Department of Agriculture	168,716	1,212	0	0	0	2,000	249	172,177
Total Natural Resources	**1,713,043**	**2,198**	**0**	**0**	**0**	**1,144,489**	**1,258,936**	**4,118,666**

2015-17 Washington State Budget
Total Budgeted Funds
TRANSPORTATION
(Dollars in Thousands)

	Omnibus	Transportation Current Law Budget		Transportation New Law Budget		Omnibus Capital		
	Operating	Operating	Capital	Operating	Capital	Approps	Reapprops	Total
Board of Pilotage Commissioners	0	1,663	0	0	0	0	0	1,663
Washington State Patrol	149,192	426,936	5,310	0	0	1,300	200	582,938
WA Traffic Safety Commission	0	31,505	0	0	0	0	0	31,505
Department of Licensing	46,167	295,373	0	4,000	0	0	0	345,540
Department of Transportation	0	1,694,965	3,452,512	42,922	449,592	0	0	5,639,991
County Road Administration Board	0	4,733	87,956	0	2,188	0	0	94,877
Transportation Improvement Board	0	3,915	193,383	0	5,501	0	0	202,799
Transportation Commission	0	2,564	0	0	0	0	0	2,564
Freight Mobility Strategic Invest	0	979	25,692	0	3,844	0	0	30,515
Total Transportation	**195,359**	**2,462,633**	**3,764,853**	**46,922**	**461,125**	**1,300**	**200**	**6,932,392**

2015-17 Washington State Budget
Total Budgeted Funds
EDUCATION
(Dollars in Thousands)

	Omnibus	Transportation Current Law Budget		Transportation New Law Budget		Omnibus Capital		
	Operating	Operating	Capital	Operating	Capital	Approps	Reapprops	Total
Superintendent of Public Instruction	20,006,603	0	0	0	0	875,808	369,325	21,251,736
Washington Charter School Comm	1,563	0	0	0	0	0	0	1,563
Total Public Schools	**20,008,166**	**0**	**0**	**0**	**0**	**875,808**	**369,325**	**21,253,299**
Student Achievement Council	760,655	0	0	0	0	0	0	760,655
University of Washington	7,534,038	0	0	0	0	146,333	32,800	7,713,171
Washington State University	1,530,269	0	0	0	0	132,510	15,620	1,678,399
Eastern Washington University	320,363	0	0	0	0	30,474	8,126	358,963
Central Washington University	321,147	0	0	0	0	95,252	45,530	461,929
The Evergreen State College	137,671	0	0	0	0	32,245	2,500	172,416
Western Washington University	365,714	0	0	0	0	76,072	4,260	446,046
Community/Technical College System	2,857,123	0	0	0	0	273,776	141,723	3,272,622
Total Higher Education	**13,826,980**	**0**	**0**	**0**	**0**	**786,662**	**250,559**	**14,864,201**
State School for the Blind	17,162	0	0	0	0	640	100	17,902
Childhood Deafness & Hearing Loss	21,145	0	0	0	0	500	0	21,645
Workforce Trng & Educ Coord Board	59,049	0	0	0	0	100	0	59,149
Department of Early Learning	621,955	0	0	0	0	0	0	621,955
Washington State Arts Commission	4,384	0	0	0	0	0	0	4,384
Washington State Historical Society	7,154	0	0	0	0	14,320	6,370	27,844
East Wash State Historical Society	6,097	0	0	0	0	902	0	6,999
Total Other Education	**736,946**	**0**	**0**	**0**	**0**	**16,462**	**6,470**	**759,878**
Total Education	**34,572,092**	**0**	**0**	**0**	**0**	**1,678,932**	**626,354**	**36,877,378**

2015-17 Washington State Budget
Total Budgeted Funds
SPECIAL APPROPRIATIONS
(Dollars in Thousands)

	Omnibus	Transportation Current Law Budget		Transportation New Law Budget		Omnibus Capital		
	Operating	Operating	Capital	Operating	Capital	Approps	Reapprops	Total
Bond Retirement and Interest	2,427,080	1,521,033	0	0	0	0	0	3,948,113
Special Approps to the Governor	223,375	0	0	0	0	0	0	223,375
State Employee Compensation Adjust	32,559	0	0	0	0	0	0	32,559
Contributions to Retirement Systems	153,600	0	0	0	0	0	0	153,600
Total Special Appropriations	**2,836,614**	**1,521,033**	**0**	**0**	**0**	**0**	**0**	**4,357,647**

2015-17 OMNIBUS OPERATING BUDGET OVERVIEW

Operating Only

Background to the 2015-17 Budget

Context

The Legislature entered the 2015 session seeing increased revenue along with rising maintenance level costs (the cost of carrying forward the ongoing 2013-15 budget programs and services into the 2015-17 biennium). Other pressing issues included the need to consider court cases related to mental health, the Supreme Court's McCleary decision (K-12 funding), and other fiscal and policy issues.

Projected Revenue

Forecasted revenue in the Near General Fund-State and Opportunity Pathways accounts (NGF-P) based on the May 2015 forecast, before 2015 legislation, is projected to increase from $34.28 billion in the 2013-15 biennium to $37.45 billion in the 2015-17 biennium. This is an increase of approximately $3.17 billion.

In addition, the operating budget for 2015-17 assumes legislation that would decrease revenue by $37 million.

Projected Spending

At the same time, the cost of continuing current programs and meeting other statutory obligations increased as well. The estimated maintenance level cost for 2015-17 is $39.2 billion. This is $5.4 billion higher than the $33.8 billion appropriated for the 2013-15 biennium. Net increases in K-12 accounted for $4.3 billion of the $5.4 billion, or about 80 percent of the maintenance level increase from the previous biennium. The 4.3 billion increase includes $2.0 billion NGF-P being the estimated cost to implement Initiative 1351 (I-1351) (adopted by the voters in November 2014), $741 million for materials, supplies and operating costs required by House Bill 2776 (Chapter 236, Laws of 2010) and related to the McCleary decision; and funding for Initiative 732 (education cost-of-living increases), increased enrollment, and continuation of funding for basic education enhancements previously made in the 2013-15 biennium.

The operating budget for 2015-17 also includes $2.0 billion in additional policy enhancements. Some of the largest items include: 1) $744 million for K-12 public schools (in addition to the $4.3 billion maintenance level increase described above); 2) $351 million for higher education including financial aid, compensation increases, and a tuition reduction; 3) $158 million for early learning and related child care programs; 4) $104 million for mental health related programs; 5) $115 million for home care worker compensation, training and benefits; 6) $173 million for state employee compensation; and 7) $370 million in all other policy increases.

Finally, the Legislature anticipates that revisions to the caseload forecast made in June 2015 will result in anticipated costs of $36 million for the 2015-17 biennium (and that those would be recognized in a 2016 supplemental budget).

Projected Shortfall (Before 2015 Actions)

A budget shortfall is projected when estimated costs exceed estimated revenues. For the 2015-17 Biennium, before any legislative action was taken in the 2015 legislative session, the estimated cost of continuing current programs and complying with current laws exceeded forecasted revenue (after the required Budget Stabilization Account transfer) by approximately $2.1 billion. This is sometimes referred to as the maintenance level shortfall.

Combining the maintenance level shortfall of $2.1 billion NGF-P with the policy increases in the enacted budget, legislation that reduces revenue, and leaving an ending fund balance of $343 million NGF-P, the combined budget problem statement is approximately $4.5 billion.

Enacted 2015-17 Operating Budget

The operating budget appropriates a total of $38.2 billion from Near General Fund-State plus Opportunity Pathway and addresses the budget problem statement through:

- fund transfers and revenue redirections of $178 million;
- reduced spending of approximately $2.95 billion ($2.04 billion by modifying I-1351);
- utilizing a portion of the $910 beginning balance;
- changes in the budget and other adjustments that increase resources by $83 million;
- assumed reversions of $172 million; and
- legislation that increases revenues by $217 million .

Policy Level Spending Reductions

Policy level spending increases are described in the projected spending section (above). Policy level spending reductions assumed in the budget include: (1) $2.04 billion by modifying I-1351; (2) $66 million in savings within the economic services program of DSHS; (3) $152 million by extending and modifying the hospital safety net; (4) $235 million by utilizing marijuana related revenues to support existing programs; (5) $115 million from an enhanced federal match for low income health care for certain children; (6) $72 million from shifting costs for selected programs to dedicated revenue sources; and (7) $267 million in other savings.

In addition, it is assumed that agencies will generate reversions of $172 million in the 2015-17 Biennium. (Because appropriations represent the maximum amount that state agencies may spend, actual expenditures are typically less than the appropriated amounts. The amount of unspent funds is typically referred to as reversions.)

Fund Transfers and Other Revenue/Resource Changes

Revenue legislation that decreases revenues is noted in the projected revenue section (above) and detailed in the Revenue section of this document. Revenue legislation that increases revenues totals $217 million in the 2015-17 Biennium. Significant provisions include unclaimed lottery prizes, defining nexus for tax purposes, and various information technology related items. These are detailed in the revenue section of this document.

Fund transfers assumed to take place during the 2015-17 biennium include:

- $73 million from the Public Works Assistance Account;
- $62 million related to the Life Sciences Discovery Fund;
- $42 million in total from various accounts (including Treasurer's Service, Criminal Justice Treatment, Flood Control, Liquor Revolving, and Energy Freedom accounts)

Other provisions impacting revenue include (for 2015-17):

- $37 million in budget driven revenue (primarily from increased tobacco enforcement efforts by the Liquor and Cannabis Board as well as reduced commission rates offered by the State Lottery); and
- $41 million in anticipated prior period balance sheet adjustments

Finally, in accordance with Chapter 2, Laws of 2015, 3rd Sp.s. (Engrossed House Bill 2286), certain extraordinary revenue growth during the 2013-15, 2015-17, and 2017-19 biennia will be transferred back to the state general fund. The estimated amounts are: (1) $38 million for 2013-15; (2) $5 million for 2015-17; and (3) $516 million for 2015-17.

Projected Ending Balance and Outlook

The budget, after partial vetoes and including appropriations made in other legislation, leaves $1.237 billion in projected total reserves ($343 million in NGF-S ending fund balances and the remaining $894 million in the Budget Stabilization Account) for the 2015-17 Biennium. Before gubernatorial vetoes, projected total reserves were $1.26 billion ($362 million in NGF-S ending fund balances and the remaining $894 million in the Budget Stabilization Account).

The budget, under the provisions of the statutory four-year outlook Chapter 8, Laws of 2012, 1st sp.s (SSB6636), is projected to end the 2017-19 biennium with negative $23 million in NGF-P and $1.367 billion in the Budget Stabilization Account (total net reserves of $1.344 billion). Before vetoes, the outlook was projected to end the 2017-19 biennium with $1.41 billion in total reserves ($47 million in NGF-P and the remainder in the Budget Stabilization Account).

The projected ending balances in 2015-17 and 2017-19 include the impact of the June 2015 caseload revisions (even though those would be in a 2016 Supplemental Budget).

In accordance with Engrossed House Bill 2267, the state expenditure limit is temporarily suspended to facilitate compliance with the Supreme Court opinion in *McCleary v. State*.

Veto

The governor vetoed several sections of Engrossed Substitute Bill 6052 (Chapter 4, Laws of 2015, 3rd Sp.).

In fiscal year 2015, changes to general fund appropriated levels for the Health Care Authority (HCA) were vetoed. This had the impact of increasing appropriations by $110 million of which the HCA was directed to place $90.4 million in reserve. The Governor also vetoed a provision stating that the legislature did not intend to appropriate $50 million into the local public safety enhancement account in the 2017-19 biennium. Several other provisions were also vetoed.

Additional Information

The 2015 legislature also amended the budget for the 2013-15 Biennium. On February 19, 2015, the Governor signed Substitute House Bill 1105 (Chapter 3, Laws of 2015). That bill made a series of appropriations for fiscal year 2015 which were additive to the then current budget. On June 30, 2015, the Governor signed Engrossed Substitute Bill 6052 (Chapter 4, Laws of 2015, 3rd Sp.) which made additional modifications to appropriated levels for the 2013-15 Biennium. The agency detail section of this report shows the cumulative impact of both bills.

Additional information on the enacted budget, as well as versions proposed by each chamber, are available at http://leap.leg.wa.gov/leap/archives/index_budgetsp.asp . Additional materials include:

- Bill text
- Agency detail showing line item changes by agency (and program level in selected areas such the Department of Social and Health Services and K-12 Public Schools);
- A detailed four-year budget outlook; and
- Supporting schedules referenced in the budget.

Additional information on budget outlooks can be found at http://www.erfc.wa.gov/budget/budget_outlook.html

2013-15 & 2015-17 Enacted Balance Sheet

General Fund-State, Education Legacy Trust, and Opportunity Pathways Accounts (and Budget Stabilization Account)

(Dollars in Millions)

	2013-15	2015-17
RESOURCES		
Beginning Fund Balance	**156.4**	**909.7**
May 2015 Forecast	34,280.4	37,451.1
Transfer to Budget Stabilization Account (Incl. EORG) [3]	(356.3)	(373.9)
Other Enacted Fund Transfers	430.2	-
Alignment to the Comprehensive Financial Statements & Other Adj	11.0	40.8
2015 Changes		
Fund Transfers (Excluding BSA)	*1.9*	*178.0*
Revenue Legislation [1]	*6.9*	*179.9*
Budget Driven Revenue & Other	*1.0*	*37.3*
Additional Transfers To BSA	*(0.1)*	*(2.1)*
Transfers from BSA to GFS	*37.9*	*4.4*
Impact of Governor's Veto	*-*	*-*
Total Resources (including beginning fund balance)	**34,569.3**	**38,425.2**
EXPENDITURES		
2013-15 Enacted Budget		
Enacted Budget (w/2014 Supplemental)	33,794.1	
2015 Early Supplemental Budget	66.2	
2015 Supplemental Budget	*(70.5)*	
Veto Actions	*109.9*	
Assumed Reversions	(240.1)	
2015-17 Biennium		
Proposed Budget		*38,219.4*
Lapsed Appropriations		*(0.2)*
Anticipated 2016 Supplemental (June 2015 caseloads) [2]		*35.6*
Assumed Reversions		*(172.5)*
Total Expenditures	**33,659.6**	**38,082.3**
RESERVES		
Projected Ending Balance	**909.7**	**342.9**
Budget Stabilization Account Beginning Balance	269.7	513.0
Transfers from General Fund and Interest Earnings	358.4	385.5
Less Transfers Out And Spending From BSA (Early Action/EORG) [3]	(115.1)	(4.4)
Projected Budget Stabilization Account Ending Balance	**513.0**	**894.1**
Total Reserves (Near General Fund plus Budget Stabilization)	**1,422.6**	**1,237.1**

(1) *Legislation enacted prior to the May, 2015 revenue forecast is included in the May forecast number. The enactea legislation has a net impact of $39 million in the 2015-17 biennium.*

(2) *Appropriations are not made for this item in this proposal and would be part of a 2016 Supplemental Budget*

(3) *In the 2013-15 Biennium, $37.9 is assumed to be transferred from the state general fund to the Budget Stabilization Account as extraordinary revenue growth (EORG). Under legislation adopted in 2015, those funds would be transferred back to the state general fund. The same is true with about $4.4 million of EORG in 2015-17.*

Fund Transfers, Revenue Legislation and Budget Driven Revenues

(Dollars In Millions)

	2013-15	FY 16	FY 17	2015-17
Fund Transfers To GFS (Excluding Transfers To/From BSA)				
Data Processing Revolving Account	(4.1)			
Life Sciences Discovery Fund	-	37.0	25.4	62.4
State Treasurer's Service Account	-	10.0	10.0	20.0
Energy Freedom Account	-	3.3	-	3.3
Liquor Revolving Fund	6.0	3.0	3.0	6.0
Criminal Justice Treatment Account	-	5.7	5.7	11.3
Public Works Assistance Account	-	36.5	36.5	73.0
Reduce Flood Control Assistance Account Transfer	-	1.0	1.0	2.0
SubTotal	**1.9**	**96.5**	**81.6**	**178.0**
Legislation (GFS Unless Otherwise Noted)				
2136 Marijuana Market Reforms	6.9	(2.2)	17.0	14.8
5681 Lottery Unclaimed Prizes	-	7.6	7.6	15.2
6057 Tax Preferences and Streamlined Tax Administration		(15.0)	(20.4)	(35.4)
6138 Increasing State Revenue		73.8	111.4	185.3
SubTotal	**6.9**	**64.3**	**115.6**	**179.9**
Budget Driven & Other (General Fund Unless Otherwise Noted)				
Lottery Fund BDR (Opportunity Pathways)	(0.5)	5.1	5.0	10.1
Traffic Infraction Base Penalty		2.3	2.3	4.6
Liquor Revolving Fund BDR	1.5	3.9	18.7	22.6
SubTotal	**1.0**	**11.3**	**26.1**	**37.3**
Grand Total	**9.8**	**172.0**	**223.2**	**395.2**

List Of Legislation Already Accounted For In the May Forecast:	2013-15	FY 16	FY 17	2015-17
1550 Amusement and recreational activities	-	(0.6)	(1.4)	(2.0)
5564 Juvenile records and fines	-	(0.1)	(0.1)	(0.2)
1060 Litter tax revenues	-	(0.0)	(0.0)	(0.0)
1619 Environmental handling charges	-	(0.0)	(0.0)	(0.0)
1516 Lodging taxes on hostels	-	0.0	0.0	0.0
5052 Establishing the cannabis patient protection act	-	(1.4)	42.5	41.1
	-	**(2.1)**	**41.0**	**39.0**

Note: Excluded from the grand total is legislation already included in the May, 2017 forecast (listed above) and items with no 2015-17 impact.

REVENUE

The 2015-17 budget assumes revenue of $37.4 as reflected in the May 2015 revenue forecast. This represents a 9.2 percent increase in revenues over the 2013-15 biennium.

General Fund revenue-related issues of the 2015 session included K-12 funding, the taxation of marijuana, the extension of several significant soon-to-expire tax preferences, and additional revenue options for local governments.

Chapter 70, Laws of 2015, 3rd sp.s. (2SSB 5052) extended the regulatory framework for recreational marijuana to medical marijuana. This change is expected to significantly increase marijuana tax collections by applying to medical marijuana many of the same regulatory and taxation requirements currently applicable to recreational marijuana. Chapter 4, Laws of 2015, 3rd sp.s. (2E2SHB 2136) simplifies the taxation of marijuana by creating a single tax rate at the retail level, providing a sales and use tax exemption for qualifying medical marijuana patients, distributing a portion of state marijuana tax collections to local governments, and making other regulatory changes.

A portion of the increased revenue assumed in the enacted operating budget for 2015-17 comes from tax changes in Chapter 5, Laws of 2015, 3rd sp.s. (ESSB 6138). This legislation increases state revenue by eliminating a preferential tax rate for royalty income, narrowing a sales and use tax exemption for machinery and equipment, increasing penalties related to delinquent taxes, and modifying nexus standards for certain out-of-state businesses doing business with Washington customers. These changes are estimated to increase General Fund-State revenues by $185.2 million in the 2015-17 biennium.

Several significant tax preferences were set to expire on July 1 of this year. Chapter 6, Laws of 2015, 3rd sp.s (ESSB 6057) is an omnibus tax preference bill that extends or creates thirteen tax preferences. Additionally, the bill addresses administrative changes for unclaimed property reporting requirements. This bill is estimated to decrease General Fund-State revenues by $35.4 million over the 2015-17 biennium.

The legislature passed several bills relating to local government finance. This includes a bill (Chapter 24, Laws of 2015, 3rd sp.s. (ESHB 2263)) that would give counties and cities the authority to impose a local sales and use tax or property tax to fund cultural access programs.

2015 Revenue Legislation

Near General Fund-State + Opportunity Pathways Account

(Dollars in Millions)

Bill Number	Brief Title	2015-17
HB 1550	Amusement and recreational activities[3]	-2.0
E2SSB 5564	Juvenile records and fines	-0.2
ESB 6013	Use tax relief for charitable contributions	0.0
SSB 5186	Property tax exemption for senior citizens/veterans	0.0
ESB 5761	Property tax exemption for industrial facilities	0.0
ESHB 2263	Providing local governments tax authority options	0.0
ESHB 1060	Litter tax revenues	0.0
SHB 1619	Environmental handling charges	0.0
SHB 1516	Lodging taxes on hostels	0.0
ESSB 5681	State unclaimed prizes	15.2
2SSB 5052	Establishing the cannabis patient protection act [3]	41.1
2E2SHB 2136	Comprehensive marijuana market reforms	14.8
2ESSB 5987	**Concerning transportation revenues**	
	Alternative fuel commercial vehicle tax credits	0.0
	Alternative fuel vehicle sales/use tax exemption	0.0
	Commute trip reduction tax credit program	0.0
	Total for 2ESSB 5987	**0.0**
ESSB 6057	**Concerning tax preferences and streamlined tax administration**	
	Extend expiration date of food processing tax preferences	-12.7
	Data center server equipment sales and use tax exemption	-12.5
	Pilot program - Washington State job creation	-3.2
	Extend aluminum smelters tax preferences	-2.7
	Newspapers preferential rate	-0.4
	Reduced PUT for log transportation	-1.8
	Job Creation in the Maritime Trades Industry	-2.3
	Distribution of aircraft excise taxes[1]	-0.6
	B&O tax credit to hire veterans	-0.5
	Honey bee products and services	0.0
	Wax and ceramic materials for molds	-0.6
	HST exemption for agricultural crop protection products[2]	0.0
	Taxation of rental property by nonprofit fair associations	0.0
	Improving administration of unclaimed property laws	1.3
	Total for ESSB 6057	**-36.0**
ESSB 6138	**Increasing state revenue**	
	Eliminating the preferential tax rate for royalty income	31.3
	Modifying nexus standards	73.7
	Narrowing the manufacturing M&E sales tax exemption	57.3
	Increasing late payment penalties	23.0
	Total for ESSB 6138	**185.3**
	Total	**218.2**

[1] *Increases revenue into the state aeronautics account by an equivalent amount.*

[2] *Decreases revenue to state environmental legacy stewardship account by $0.6 in 2015-17.*

[3] *Amounts were included in the May 2015 revenue forecast.*

PROVIDING A PROPERTY TAX EXEMPTION FOR INDUSTRIAL/MANUFACTURING FACILITIES – NO IMPACT TO GENERAL FUND-STATE
Chapter 9, Laws of 2015, 1st sp.s. (ESB 5761) allows a 10-year property tax exemption on the value of new construction of industrial/manufacturing facilities that create family living wage jobs in targeted urban areas.

SIMPLIFYING THE TAXATION OF AMUSEMENT AND RECREATIONAL SERVICES - $2.0 MILLION GENERAL FUND-STATE DECREASE
Chapter 169, 2015 Laws (HB 1550) simplifies the taxation of recreational services by replacing the term "amusement and recreation service" in the definition of "retail sale" with a specific list of retailing activities of an amusement or recreation nature. The term "physical fitness services" is removed from the definition of "retail sale." Instead, "retail sale" includes the operation of an "athletic or fitness facility." With certain exceptions, all charges for the use of an athletic or fitness facility are retail sales, including any charges associated with services or amenities. The sales tax exemption for charges for the "opportunity to dance" is made permanent.

RELATING TO JUVENILE RECORDS AND FINES - $200,000 GENERAL FUND STATE DECREASE
Chapter 265, Laws of 2015, PV (E2SSB 5564) reduces or eliminates fines on several types of juvenile criminal offenses.

CONCERNING A PROPERTY TAX EXEMPTION FOR SENIOR CITIZENS AND SERVICE-CONNECTED DISABLED VETERANS - NO IMPACT TO GENERAL FUND-STATE
Chapter 30, Laws of 2015, 3rd sp.s. (SSB 5186) increases the Senior Citizen and Disabled Persons Property Tax Relief Program income thresholds by $5,000 for taxes levied for collection in 2016 and thereafter.

PROVIDING LOCAL GOVERNMENTS TAX AUTHORITY OPTIONS - NO IMPACT TO GENERAL FUND-STATE
Chapter 24, 2015 Laws 3rd sp.s (ESHB 2263) provides local governments options to provide services in their communities by permitting a county or city to create a cultural access program (CAP) and authorizes counties with a population of 1.5 million or less, or a city, to impose either a sales and use tax or a property tax levy to fund a CAP. A county with a population of 1.5 million or more may impose a sales and use tax to fund a CAP. In addition, the governing body of a county or city may impose a 0.1 percent local sales tax for housing and related services for specific individuals if approved by a majority of voters.

RELATING TO EXISTING LITTER TAX REVENUES - NO GENERAL FUND STATE IMPACT
Chapter 15, Laws of 2015 (ESHB 1060) makes permanent changes to allowable uses of litter tax revenues that were done as a one-time appropriation in the 2013-2015 operating budget. The matching fund grant program created in the 2013-2015 operating budget is also made permanent. There is no increase in the litter tax rate.

PROVIDING AN EXEMPTION FOR HOSTELS FROM THE CONVENTION AND TRADE CENTER TAX - $42,000 GENERAL FUND-STATE INCREASE
Chapter 151, Laws of 2015 (SHB 1516) exempts hostels that primarily sell lodging services on an individual bed, shared room basis from the convention and trade center tax. In addition, the King County Public Facilities District is no longer authorized to levy the state-shared hotel motel tax on sales of lodging at a hostel.

RELATING TO UNCLAIMED PRIZES IN THE STATE LOTTERY ACCOUNT - $15.2 MILLION GENERAL FUND STATE INCREASE (ACTUALLY OPPORTUNITY PATHWAYS ACCT)
Chapter 31, 2015 Laws 3rd sp.s (ESSB 5681) transfers any balance of unclaimed prizes in excess of $10 million dollars from the state lottery account to the Opportunity Pathways Account on June 30 of each fiscal year.

PROVIDING USE TAX RELIEF FOR INDIVIDUALS WHO SUPPORT CHARITABLE ACTIVITIES - $10,000 GENERAL FUND-STATE DECREASE

Chapter 32, 2015 Laws 3rd sp.s (ESB 6013) increases the use tax exemption amount for items purchased or received from a nonprofit organization or library from $10,000 to $12,000 and extends the expiration date for the exemption to July 1, 2020.

ESTABLISHING THE CANNABIS PATIENT PROTECTION ACT - $41.1 MILLION GENERAL FUND-STATE INCREASE

Chapter 70, 2015 Laws (2SSB 5052) requires licensed marijuana retailers to obtain a medical marijuana endorsement to sell medical-grade marijuana to qualifying patients and designated providers and requires the marijuana excise tax to be collected and remitted. Requires qualifying patients and designated providers to be entered into the Medical Marijuana Authorization Database and obtain a recognition card to have additional amounts of marijuana products and arrest protection. Eliminates collective gardens and replaces them with cooperatives which may only have four qualifying patients or designated providers and must be registered with the Liquor and Cannabis Board and provides a B&O tax exemption for marijuana produced and used by members of the cooperatives.

CONCERNING COMPREHENSIVE MARIJUANA MARKET REFORMS - $14.8 MILLION GENERAL FUND-STATE INCREASE

Chapter 4, 2015 Laws 2nd sp.s (2E2SHB 2136) eliminates the 25 percent marijuana producer and processor taxes and increases the 25 percent retailer tax to 37 percent and specifies that the tax is levied on the buyer. Clarifies the tax treatment of bundled transactions at licensed marijuana retail stores and prohibits conditional sales by any marijuana business. Provides a sales and use tax exemption to qualifying patients and designated providers. Provides marijuana tax revenues for local jurisdictions, distributed based on retail sales and population, at an annual cap of $15 million per fiscal year for the 2017-2019 biennium and $20 million per fiscal year thereafter and $12 million for cities and counties for distribution, based on retail sales only, in the 2015-2017 biennium. Permits local jurisdictions to revise the buffer distance provisions for the siting of marijuana licensees and requires notice to certain nearby entities. Subjects medical marijuana cooperatives to buffer distances similar to marijuana licensees.

CONCERNING TRANSPORTATION REVENUES - NO GENERAL FUND-STATE IMPACT

Chapter 44, 2015 Laws 3rd sp.s (2ESSB 5987) provides transportation revenue and modifies or extends transportation related tax preferences. The following parts impact general fund state revenues:

- **Alternative Fuel Commercial Vehicle Tax Credits** - A credit is created against the business and occupation tax and public utility tax for a portion of the purchase price of an alternative fuel commercial vehicle. Credits are limited to $6 million annually and may be earned through January 1, 2021. A quarterly transfer is established from the Multimodal Transportation Account to the General Fund in amounts equal to the credits taken. These sections are known as the clean fuel vehicle incentives act.
- **Alternative Fuel Vehicle Sales and Use Tax Exemptions** - The sales and use tax exemptions on alternative fuel passenger vehicles are extended until July 1, 2019; expanded to include plug-in hybrid vehicles; and limited to apply only to vehicles with a selling price of $35,000 or less. A quarterly transfer is established from the Multimodal Transportation Account to the General Fund in amounts equal to the exempt amounts.
- **Commute Trip Reduction Tax Credit Program** - The commute trip reduction tax credits and corresponding quarterly transfers from the Multimodal Transportation Account to the General Fund are extended until June 30, 2024 at $2,750,000 per year.

CONCERNING TAX PREFERENCES AND STREAMLINED TAX ADMINISTRATION - $36.0 MILLION GENERAL FUND-STATE DECREASE

Chapter 6, 2015 Laws 3rd sp.s (ESSB 6057) modifies, extends, or creates thirteen tax exemptions. In addition, the bill addresses administrative changes for unclaimed property reporting requirements. The following parts are included:

- **Extend Expiration Date of Food Processing Tax Preferences - $12.7 Million General Fund-State Decrease -** The B&O tax exemptions for food processors are extended from July 1, 2015, to July 1, 2025. A tax preference performance statement is included. The stated public policy objectives of the act are to create and retain jobs in the food processing industry and to provide tax relief.
- **Data Center Server Equipment Sales and Use Tax Exemption - $12.5 Million General Fund-State Decrease -** A sales and use tax exemption is provided for eligible server equipment and eligible power infrastructure located in data centers in which construction commences between July 1, 2015, and July 1, 2025. Eligible server equipment is equipment installed in a data center built after July 1, 2015, and includes original server equipment and replacement server equipment. The exemption for replacement server equipment continues for twelve years. Substations do not qualify as eligible power infrastructure. Data centers built between 2012 and July 1, 2025, can receive a sales tax exemption for replacement servers for twelve years instead of eight. Qualifying data centers are limited to eight from July 1, 2015 to July 1, 2019, and no more than 12 until July 1, 2025, on a first-come, first-served basis.
- **Pilot Program - Washington State Job Creation - $3.2 Million General Fund-State Decrease -** The Invest in Washington pilot program is established to evaluate the effectiveness of providing a tax incentive for businesses that invest in manufacturing facilities and equipment and reinvest those tax savings in employee training programs. The pilot program consists of up to five qualified industrial facilities, of which at least two must be located in eastern Washington. An eligible investment project includes up to $10 million in sales and use tax on construction costs or purchases of qualified machinery and equipment. Amounts paid for the construction of qualified buildings, machinery, and equipment are eligible for a sales and use tax deferral. The recipient of a deferral must begin repaying the deferred taxes five years after the date that the project is complete. There is no interest charged on deferred taxes, and the taxes may be repaid over a ten-year period in equal annual payments.
- **Extend Aluminum Smelters Tax Preferences - $2.7 Million General Fund-State Decrease -** The aluminum industry tax preferences that are set to expire in 2017 are extended for ten years to 2027. A tax preference statement is included that directs JLARC to measure the effectiveness of the exemption in preserving employment positions within the industry by evaluating the change in the number of aluminum industry employment positions in Washington State.
- **Modify Newspaper Preferential Tax Rate - $400,000 General Fund-State Decrease -** Both the electronic version of a newspaper and the newspaper will be subject to the B&O tax at the rate of 0.35 percent. If the subscription revenue for the electronic version of a newspaper exceeds that of the traditional revenue, the newspaper will be taxed at the rate of .471 percent for subscriptions and 1.5 percent for advertising.
- **Reduce the Public Utility Tax Rate for Log Transportation - $1.8 Million General Fund-State Decrease -** The PUT rate is permanently reduced from 1.926 percent to 1.3696 percent on the hauling of logs over public highways. The hauling of logs over private roads is subject to the B&O tax under the service and other activities classification. The taxation of the transportation of logs that occur exclusively over private roads is not affected.
- **Provide a Use Tax Exemption to Increase Jobs in the Maritime Trades Industry - $2.3 Million General Fund-State Decrease -** The availability of use permits for purposes of vessel sales and use taxation is extended to nonresident business entities, e.g. corporations, limited liability companies, partnerships, etc. A fee structure is established for nonresident business entities with vessels between 30 and 164 feet to obtain a vessel permit to use the vessel in Washington; however nonresident business

entities are only authorized to purchase two permits in a 36 month period. A JLARC review is required and the use tax exemption expires in 2025.

- **Providing a Business and Occupation Tax Credit to Hire Veterans - $500,000 General Fund-State Decrease -** B&O or PUT tax credits are provided to businesses that provide positions to qualified employees, defined as an unemployed veteran who is employed in a permanent full-time position for at least two consecutive full calendar quarters. The credit is equal to 20 percent of wages and benefits paid up to a maximum of $1,500 for each qualified employment position filled by an unemployed veteran. The credits are available on a first-in-time basis not to exceed $500,000 in any fiscal year. Credits disallowed in one year can be carried over to the next fiscal year. This credit expires July 1, 2023.
- **Provide Permanent Tax Preferences for Honey Bee Products and Services - No Impact to General Fund-State -** The definitions of agricultural product and farmer are amended to include apiarists and honey bee products. Therefore, the tax exemptions provided to agricultural products and farmers are extended to apiarists and honey bee products and are intended to be permanent. By modifying these definitions, the temporary, industry-specific, honey bee tax exemptions become redundant and are repealed.
- **Providing a Permanent Sales and Use Tax Exemption for Wax and Ceramic Molds - $600,000 General Fund-State Decrease -** The expiration date for the sales and use tax exemption for wax, ceramic materials, and labor related to the creation of investment castings used in industrial applications is eliminated. The tax preference performance statement categorizes the tax preference as one intended to reduce a structural inefficiency and exempts this tax preference from the mandatory expiration date or a joint legislative audit and review committee analysis.
- **Hazardous Substance Tax Exemption for Agricultural Crop Protection Products - No Impact to General Fund-State -** An exemption from the hazardous substance tax imposed under MCTA is created. It applies to the possession of an agricultural crop protection product when that possession is solely for use by a farmer or certified pesticide applicator and the product is warehoused in Washington or transported to or from Washington. To qualify for this exemption, the person possessing the product may not use, repackage, manufacture, or sell the product in Washington.
- **Taxation of Rental Property by Nonprofit Fair Associations - No Impact to General Fund-State -** The exception for property purchased or acquired by the nonprofit fair association from a county or a city between 1995 and 1998 does not expire after 2018. If any portion of the property is knowingly rented for more than 50 days, the exemption still applies but the rental income is subject to leasehold excise tax.
- **Improving Administration of Unclaimed Property Laws - $1.3 Million General Fund-State Increase** The penalty provisions of the Unclaimed Property Act are restructured. The current 100 percent penalty for willful failure to file a report or provide notice to apparent property owners is replaced with the following penalties:
    - 10 percent for failure to file a report or pay or deliver property under a report; and
    - 10 percent assessment penalty with an additional 5 percent penalty if the assessment is not paid by the due date.

INCREASING STATE REVENUE THROUGH IMPROVED COMPLIACE AND ELIMINATING TAX PREFERENCES - $185.3 MILLION GENERAL FUND-STATE INCREASE

Chapter 5, 2015 Laws 3rd sp.s (ESSB 6138) increases state revenue by eliminating tax preferences and improving compliance through data collection methods. The following parts are included:

- **Eliminates the Preferential Tax Rate for Royalty Income - $31.4 Million General Fund-State Increase -** The preferential B&O tax rate for royalty income is eliminated. This income is subject to the 1.5 percent B&O tax rate and will qualify for the increased small business credit.

- **Modify Nexus Standards - $73.7 Million General Fund-State Increase -** Nexus standards are modified to include remote sellers who:
  - enter into agreements with Washington residents who, for a commission or other consideration, refer potential customers to the remote seller such as by a link on a website; and
  - generate more than $10,000 in gross receipts during the prior calendar year under such agreements from sales into this state.

  This type of nexus is referred to as "click-through" nexus. This change in nexus standards will require these remote sellers to collect and remit Washington sales tax for sales made into the state. Remote sellers that collect and remit retail sales tax will also be required to pay B&O tax on their Washington sales.

  Economic nexus standards are extended to out-of-state businesses with no physical presence in Washington, but who make wholesale sales into Washington. If these businesses have more than $267,000 of receipts from this state, then economic nexus standards with Washington will apply and these business will be required to remit wholesaling B&O tax at the rate of 0.484 percent.

- **Narrow the Manufacturing Machinery Equipment Sales Tax Exemption - $57.2 Million General Fund-State Increase -** The definition of "manufacturer" is clarified to include those engaged in the development of prewritten computer software that is not transferred to purchasers by means of tangible storage media rather than electronically, and excludes an "ineligible person" from taking the manufacturing machinery and equipment sales and use tax exemption. An "ineligible person" includes all members of an affiliated group of two or more entities where:
  - at least one member was registered with the Department on or before July 1, 1981, and the group has a combined full and part-time employment of 40,000 as of August 1, 2015.
  - The group's business activities must also primarily involve the development, sales, and licensing of computer software and services.

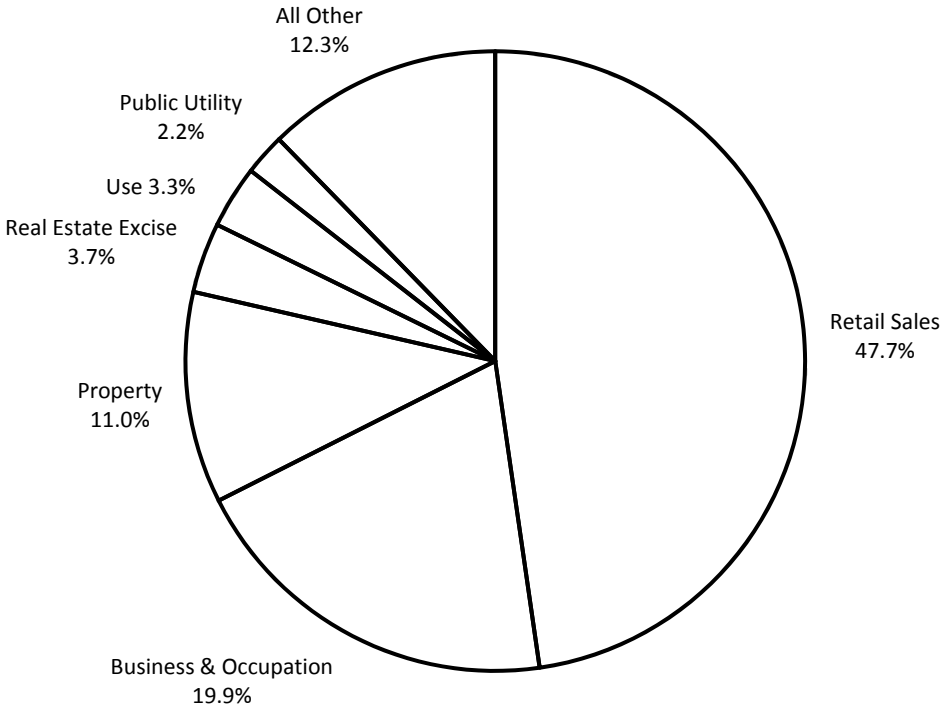
- **Increase Late Payment Penalties - $22.9 Million General Fund-State Increase -** The penalties for late tax returns are increased by 4 percent to:
  - 9 percent from one day after the due date to the last day of the month following the due date;
  - 19 percent from the first day of the second month following the due date to the last day of that month; or
  - 29 percent from the first day of the third month to the last day of that month.

Washington State Revenue Forecast - May 2015

2015-17 Near General Fund-State + Opportunity Pathways Account

REVENUES BY SOURCE

(Dollars in Millions)



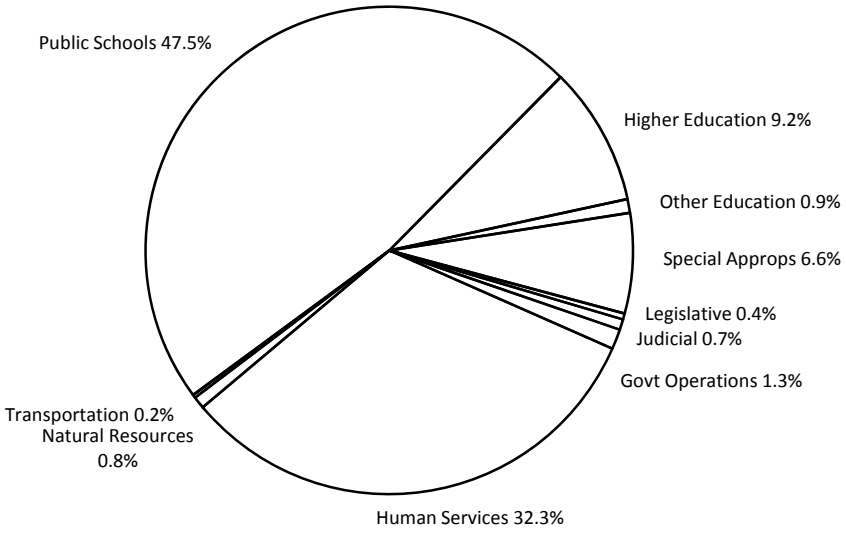
Revenue Sources	
Retail Sales	17,867.2
Business & Occupation	7,436.0
Property	4,129.4
Real Estate Excise	1,372.1
Use	1,227.0
Public Utility	811.0
All Other	4,608.4
Total *	37,451.1

** Reflects the May 2015 Revenue Forecast*

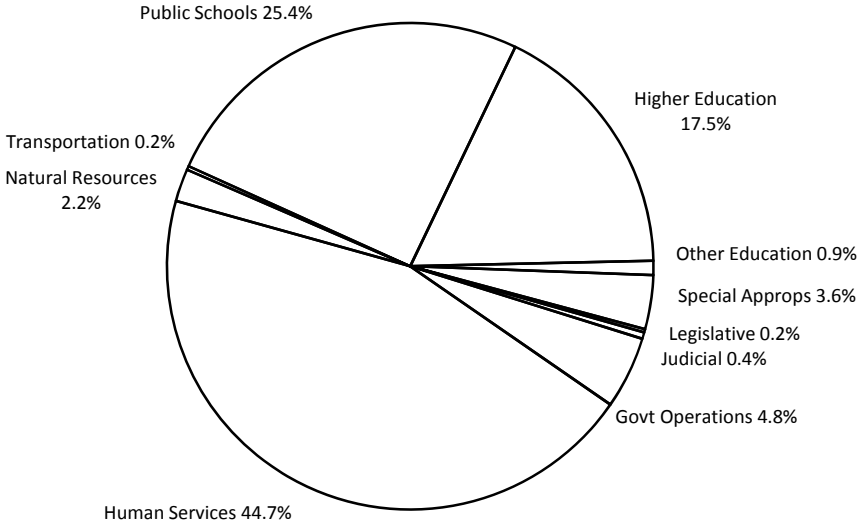
2015-17 Omnibus Operating Budget Comparisons

(Dollars in Thousands)

NGF-S + Opportunity Pathways	
Legislative	153,796
Judicial	267,132
Governmental Operations	510,107
Human Services	12,333,779
Natural Resources	308,873
Transportation	80,612
Public Schools	18,156,830
Higher Education	3,525,134
Other Education	347,928
Special Appropriations	2,534,988
Statewide Total	**38,219,179**



Total All Funds	
Legislative	173,930
Judicial	337,921
Governmental Operations	3,792,924
Human Services	35,266,422
Natural Resources	1,713,043
Transportation	195,359
Public Schools	20,008,166
Higher Education	13,826,980
Other Education	736,946
Special Appropriations	2,836,614
Statewide Total	**78,888,305**



Washington State Omnibus Operating Budget

2013-15 Budget vs. 2015-17 Budget

TOTAL STATE

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	**2015-17**	**Difference**	**2013-15**	**2015-17**	**Difference**
Legislative	141,249	153,796	12,547	155,352	173,930	18,578
Judicial	243,052	267,132	24,080	311,247	337,921	26,674
Governmental Operations	464,511	510,107	45,596	3,571,638	3,792,924	221,286
Other Human Services	6,219,402	5,952,628	-266,774	18,128,323	21,333,537	3,205,214
DSHS	5,791,717	6,381,151	589,434	12,249,437	13,932,885	1,683,448
Natural Resources	270,208	308,873	38,665	1,692,005	1,713,043	21,038
Transportation	69,871	80,612	10,741	194,539	195,359	820
Public Schools	15,298,272	18,156,830	2,858,558	17,265,248	20,008,166	2,742,918
Higher Education	3,090,849	3,525,134	434,285	12,151,834	13,826,980	1,675,146
Other Education	205,808	347,928	142,120	597,206	736,946	139,740
Special Appropriations	2,104,796	2,534,988	430,192	2,512,901	2,836,614	323,713
Statewide Total	**33,899,735**	**38,219,179**	**4,319,444**	**68,829,730**	**78,888,305**	**10,058,575**

Note: Includes only appropriations from the Omnibus Operating Budget enacted through the 2015 legislative session and appropriations contained in other legislation shown on page ??.

Washington State Omnibus Operating Budget

2013-15 Budget vs. 2015-17 Budget

LEGISLATIVE AND JUDICIAL

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015-17	Difference	2013-15	2015-17	Difference
House of Representatives	61,663	68,438	6,775	63,428	70,356	6,928
Senate	44,384	48,768	4,384	45,898	50,516	4,618
Jt Leg Audit & Review Committee	147	0	-147	6,452	6,711	259
LEAP Committee	3,430	0	-3,430	3,430	3,658	228
Office of the State Actuary	276	592	316	3,803	5,617	1,814
Office of Legislative Support Svcs	7,374	8,123	749	7,472	8,278	806
Joint Legislative Systems Comm	16,033	19,006	2,973	16,033	19,006	2,973
Statute Law Committee	7,942	8,869	927	8,836	9,788	952
Total Legislative	**141,249**	**153,796**	**12,547**	**155,352**	**173,930**	**18,578**
Supreme Court	13,898	15,085	1,187	13,898	15,085	1,187
State Law Library	2,968	3,147	179	2,968	3,147	179
Court of Appeals	31,735	34,158	2,423	31,735	34,158	2,423
Commission on Judicial Conduct	2,077	2,210	133	2,077	2,210	133
Administrative Office of the Courts	102,582	112,694	10,112	165,257	178,222	12,965
Office of Public Defense	66,777	74,460	7,683	70,729	78,108	7,379
Office of Civil Legal Aid	23,015	25,378	2,363	24,583	26,991	2,408
Total Judicial	**243,052**	**267,132**	**24,080**	**311,247**	**337,921**	**26,674**
Total Legislative/Judicial	**384,301**	**420,928**	**36,627**	**466,599**	**511,851**	**45,252**

Washington State Omnibus Operating Budget

2013-15 Budget vs. 2015-17 Budget

GOVERNMENTAL OPERATIONS

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015-17	Difference	2013-15	2015-17	Difference
Office of the Governor	10,701	10,813	112	14,701	14,813	112
Office of the Lieutenant Governor	1,309	1,270	-39	1,404	1,365	-39
Public Disclosure Commission	4,126	4,747	621	4,126	4,747	621
Office of the Secretary of State	21,235	38,666	17,431	81,286	99,819	18,533
Governor's Office of Indian Affairs	498	537	39	498	537	39
Asian-Pacific-American Affrs	418	450	32	418	450	32
Office of the State Treasurer	0	0	0	15,226	16,753	1,527
Office of the State Auditor	1,509	45	-1,464	75,773	72,677	-3,096
Comm Salaries for Elected Officials	308	331	23	308	331	23
Office of the Attorney General	21,822	23,148	1,326	246,163	265,955	19,792
Caseload Forecast Council	2,533	2,832	299	2,533	2,832	299
Dept of Financial Institutions	0	0	0	47,960	51,960	4,000
Department of Commerce	126,601	121,265	-5,336	519,462	488,382	-31,080
Economic & Revenue Forecast Council	1,563	1,672	109	1,613	1,722	109
Office of Financial Management	35,343	38,903	3,560	125,126	136,004	10,878
Office of Administrative Hearings	0	0	0	39,224	38,508	-716
State Lottery Commission	0	0	0	810,427	946,373	135,946
Washington State Gambling Comm	0	0	0	29,969	30,548	579
WA State Comm on Hispanic Affairs	473	505	32	473	505	32
African-American Affairs Comm	471	502	31	471	502	31
Department of Retirement Systems	0	0	0	57,409	62,244	4,835
State Investment Board	0	0	0	35,967	42,452	6,485
Innovate Washington	0	0	0	3,383	0	-3,383
Department of Revenue	212,976	239,909	26,933	251,138	285,139	34,001
Board of Tax Appeals	2,386	2,555	169	2,386	2,555	169
Minority & Women's Business Enterp	0	0	0	3,999	4,730	731
Office of Insurance Commissioner	527	527	0	55,336	59,514	4,178
Consolidated Technology Services	0	1,450	1,450	230,086	353,968	123,882
State Board of Accountancy	0	0	0	2,680	6,095	3,415
Forensic Investigations Council	0	0	0	498	500	2
Dept of Enterprise Services	9,662	6,459	-3,203	452,787	326,294	-126,493
Washington Horse Racing Commission	0	0	0	5,608	5,826	218
Liquor and Cannabis Board	0	0	0	70,894	82,925	12,031
Utilities and Transportation Comm	0	176	176	53,273	65,478	12,205
Board for Volunteer Firefighters	0	0	0	959	1,013	54
Military Department	3,473	6,803	3,330	313,133	303,233	-9,900
Public Employment Relations Comm	4,049	3,789	-260	7,889	8,509	620
LEOFF 2 Retirement Board	0	0	0	2,257	2,350	93
Archaeology & Historic Preservation	2,528	2,753	225	4,795	5,316	521
Total Governmental Operations	**464,511**	**510,107**	**45,596**	**3,571,638**	**3,792,924**	**221,286**

Washington State Omnibus Operating Budget

2013-15 Budget vs. 2015-17 Budget

HUMAN SERVICES

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015-17	Difference	2013-15	2015-17	Difference
WA State Health Care Authority	4,306,730	3,883,404	-423,326	13,841,325	16,723,288	2,881,963
Human Rights Commission	4,083	4,168	85	6,254	6,476	222
Bd of Industrial Insurance Appeals	0	0	0	39,366	41,724	2,358
Criminal Justice Training Comm	29,980	35,870	5,890	44,329	49,067	4,738
Department of Labor and Industries	34,769	33,971	-798	660,163	704,104	43,941
Department of Health	120,317	116,806	-3,511	1,045,798	1,122,550	76,752
Department of Veterans' Affairs	14,879	16,058	1,179	119,089	135,268	16,179
Department of Corrections	1,704,238	1,857,764	153,526	1,724,627	1,871,417	146,790
Dept of Services for the Blind	4,406	4,587	181	27,323	29,783	2,460
Employment Security Department	0	0	0	620,049	649,860	29,811
Total Other Human Services	**6,219,402**	**5,952,628**	**-266,774**	**18,128,323**	**21,333,537**	**3,205,214**

Washington State Omnibus Operating Budget

2013-15 Budget vs. 2015-17 Budget

DEPARTMENT OF SOCIAL & HEALTH SERVICES

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015-17	Difference	2013-15	2015-17	Difference
Children and Family Services	610,179	667,953	57,774	1,116,829	1,196,657	79,828
Juvenile Rehabilitation	177,568	183,432	5,864	186,390	191,878	5,488
Mental Health	957,536	1,063,347	105,811	1,979,844	2,287,636	307,792
Developmental Disabilities	1,113,337	1,259,757	146,420	2,154,725	2,535,727	381,002
Long-Term Care	1,774,929	1,928,998	154,069	3,824,284	4,476,033	651,749
Economic Services Administration	735,696	854,197	118,501	2,049,018	2,128,441	79,423
Alcohol & Substance Abuse	132,007	129,660	-2,347	453,906	631,281	177,375
Vocational Rehabilitation	27,528	26,320	-1,208	126,925	125,571	-1,354
Administration/Support Svcs	58,489	66,335	7,846	96,309	105,271	8,962
Special Commitment Center	74,306	74,946	640	74,306	74,946	640
Payments to Other Agencies	130,142	126,206	-3,936	186,901	179,444	-7,457
Total DSHS	**5,791,717**	**6,381,151**	**589,434**	**12,249,437**	**13,932,885**	**1,683,448**
Total Human Services	**12,011,119**	**12,333,779**	**322,660**	**30,377,760**	**35,266,422**	**4,888,662**

Washington State Omnibus Operating Budget

2013-15 Budget vs. 2015-17 Budget

NATURAL RESOURCES

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015-17	Difference	2013-15	2015-17	Difference
Columbia River Gorge Commission	887	929	42	1,789	1,856	67
Department of Ecology	51,016	49,489	-1,527	460,273	475,200	14,927
WA Pollution Liab Insurance Program	0	0	0	1,594	1,866	272
State Parks and Recreation Comm	8,663	21,053	12,390	131,080	156,347	25,267
Rec and Conservation Funding Board	1,734	1,718	-16	10,201	10,174	-27
Environ & Land Use Hearings Office	4,239	4,287	48	4,239	4,287	48
State Conservation Commission	13,489	13,585	96	19,543	24,486	4,943
Dept of Fish and Wildlife	60,925	74,181	13,256	384,870	403,339	18,469
Puget Sound Partnership	4,824	4,657	-167	22,659	17,362	-5,297
Department of Natural Resources	93,305	106,732	13,427	502,001	449,410	-52,591
Department of Agriculture	31,126	32,242	1,116	153,756	168,716	14,960
Total Natural Resources	**270,208**	**308,873**	**38,665**	**1,692,005**	**1,713,043**	**21,038**

Washington State Omnibus Operating Budget

2013-15 Budget vs. 2015-17 Budget

TRANSPORTATION

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015-17	Difference	2013-15	2015-17	Difference
Washington State Patrol	67,421	77,949	10,528	152,319	149,192	-3,127
Department of Licensing	2,450	2,663	213	42,220	46,167	3,947
Total Transportation	**69,871**	**80,612**	**10,741**	**194,539**	**195,359**	**820**

Washington State Omnibus Operating Budget

2013-15 Budget vs. 2015-17 Budget

PUBLIC SCHOOLS

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015-17	Difference	2013-15	2015-17	Difference
OSPI & Statewide Programs	54,296	77,072	22,776	135,723	157,910	22,187
General Apportionment	11,368,324	13,242,915	1,874,591	11,368,324	13,242,915	1,874,591
Pupil Transportation	810,419	927,123	116,704	810,419	927,123	116,704
School Food Services	14,222	14,222	0	672,560	685,566	13,006
Special Education	1,475,976	1,733,950	257,974	1,952,098	2,210,489	258,391
Educational Service Districts	16,226	16,424	198	16,226	16,424	198
Levy Equalization	656,787	742,844	86,057	656,787	742,844	86,057
Elementary/Secondary School Improv	0	0	0	4,302	4,302	0
Institutional Education	27,599	27,970	371	27,599	27,970	371
Ed of Highly Capable Students	19,346	20,191	845	19,346	20,191	845
Education Reform	234,312	243,925	9,613	458,420	340,826	-117,594
Transitional Bilingual Instruction	207,584	239,926	32,342	279,700	312,133	32,433
Learning Assistance Program (LAP)	412,156	450,930	38,774	862,690	899,398	36,708
Compensation Adjustments	0	418,512	418,512	0	418,512	418,512
Washington Charter School Comm	1,025	826	-199	1,054	1,563	509
Total Public Schools	**15,298,272**	**18,156,830**	**2,858,558**	**17,265,248**	**20,008,166**	**2,742,918**

Washington State Omnibus Operating Budget

2013-15 Budget vs. 2015-17 Budget

EDUCATION

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	**2015-17**	**Difference**	**2013-15**	**2015-17**	**Difference**
Student Achievement Council	724,905	724,868	-37	766,697	760,655	-6,042
University of Washington	498,668	619,572	120,904	6,327,707	7,534,038	1,206,331
Washington State University	343,906	419,891	75,985	1,399,840	1,530,269	130,429
Eastern Washington University	77,852	102,699	24,847	289,925	320,363	30,438
Central Washington University	78,048	103,428	25,380	307,422	321,147	13,725
The Evergreen State College	41,031	52,779	11,748	130,067	137,671	7,604
Western Washington University	100,421	133,111	32,690	349,234	365,714	16,480
Community/Technical College System	1,226,018	1,368,786	142,768	2,580,942	2,857,123	276,181
Total Higher Education	**3,090,849**	**3,525,134**	**434,285**	**12,151,834**	**13,826,980**	**1,675,146**
State School for the Blind	11,828	12,944	1,116	15,873	17,162	1,289
Childhood Deafness & Hearing Loss	17,639	20,039	2,400	18,207	21,145	2,938
Workforce Trng & Educ Coord Board	2,980	3,314	334	58,337	59,049	712
Department of Early Learning	163,719	301,079	137,360	488,221	621,955	133,734
Washington State Arts Commission	2,198	2,266	68	4,298	4,384	86
Washington State Historical Society	4,263	4,764	501	6,560	7,154	594
East Wash State Historical Society	3,181	3,522	341	5,710	6,097	387
Total Other Education	**205,808**	**347,928**	**142,120**	**597,206**	**736,946**	**139,740**
Total Education	**18,594,929**	**22,029,892**	**3,434,963**	**30,014,288**	**34,572,092**	**4,557,804**

Washington State Omnibus Operating Budget

2013-15 Budget vs. 2015-17 Budget

SPECIAL APPROPRIATIONS

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015-17	Difference	2013-15	2015-17	Difference
Bond Retirement and Interest	1,833,329	2,232,970	399,641	2,228,887	2,427,080	198,193
Special Approps to the Governor	129,257	160,418	31,161	141,804	223,375	81,571
Sundry Claims	2,710	0	-2,710	2,710	0	-2,710
State Employee Compensation Adjust	0	0	0	0	32,559	32,559
Contributions to Retirement Systems	139,500	141,600	2,100	139,500	153,600	14,100
Total Special Appropriations	**2,104,796**	**2,534,988**	**430,192**	**2,512,901**	**2,836,614**	**323,713**

OMNIBUS OPERATING BUDGET – AGENCY DETAIL

DIRECTORY

Agency	Page
Accountancy, State Board of	137
Actuary, Office of the State	50
Administrative Hearings, Office of	105
Administrative Office of the Courts	64
African-American Affairs, Washington State Commission on	112
Agriculture, Department of	260
Archaeology & Historic Preservation	147
Arts Commission, Washington State	343
Asian-Pacific-American Affairs, Washington State Commission	84
Attorney General, Office of the	90
Auditor, Office of the State	87
Bond Retirement & Interest	353
Caseload Forecast Council	93
Center for Childhood Deafness & Hearing Loss, WA State	334
Central Washington University	320
Columbia River Gorge Commission	239
Commerce, Department of	95
Community & Technical College System	309
Conservation Commission, State	251
Consolidated Technology Services	149
Corrections, Department of	227
Court of Appeals	62
Criminal Justice Training Commission, Washington State	216

Agency	Page

DSHS - Administration & Supporting Services	198
DSHS - Alcohol & Substance Abuse	189
DSHS - Children & Family Services	165
DSHS - Developmental Disabilities	177
DSHS - Economic Services Administration	185
DSHS - Juvenile Rehabilitation	169
DSHS - Long-Term Care Services	181
DSHS - Mental Health	172
DSHS - Payments to Other Agencies	200
DSHS - Special Commitment Center	195
DSHS - Vocational Rehabilitation	193
Early Learning, Department of	339
Eastern Washington State Historical Society	347
Eastern Washington University	318
Ecology, Department of	240
Economic & Revenue Forecast Council	100
Employee Compensation Adjustments, State	358
Employment Security Department	233
Enterprise Services, Department of	142
Environmental and Land Use Hearings Office	249
Financial Institutions, Department of	152
Financial Management, Office of	101
Fish and Wildlife, Department of	253
Forensic Investigation Council	139
Gambling Commission, Washington State	109
Governor, Office of the	76
Health Care Authority, Washington State	206
Health, Department of	223
Hispanic Affairs, Washington State Commission on	111

Agency	Page

Historical Society, Washington State	345
Horse Racing Commission, Washington	140
House of Representatives	42
Human Rights Commission	212
Indian Affairs, Governor's Office of	83
Industrial Insurance Appeals, Board of	214
Insurance Commissioner, Office of	121
Investment Board, State	124
Joint Legislative Audit & Review Committee	46
Joint Legislative Systems Committee	48
Judicial Conduct, Commission on	61
Labor & Industries, Department of	218
Legislative Evaluation & Accountability Program Committee	47
LEOFF 2 Retirement Board	154
Licensing, Department of	269
Lieutenant Governor, Office of the	77
Liquor and Cannabis Board, Washington State	126
Lottery Commission, State	107
Military Department	132
Minority & Women's Business Enterprises, Office of	119
Natural Resources, Department of	257
Office of Civil Legal Aid	69
Office of Legislative Support Services	53
Parks and Recreation Commission, State	245
Pollution Liability Insurance Program, Washington	263
Public Defense, Office of	67
Public Disclosure Commission	78
Public Employment Relations Commission	135

Agency	Page

Public Schools

Public Schools - Compensation Adjustments 285

Public Schools - Education of Highly Capable Students 294

Public Schools - Education Reform 296

Public Schools - Educational Service Districts 291

Public Schools - Elementary & Secondary School Improvement 295

Public Schools - General Apportionment 283

Public Schools - Institutional Education 293

Public Schools - Learning Assistance Program (LAP) 299

Public Schools - Levy Equalization 294

Public Schools - OSPI & Statewide Programs 279

Public Schools - Pupil Transportation 287

Public Schools - School Food Services 288

Public Schools - Special Education 289

Public Schools - Transitional Bilingual Instruction 298

Puget Sound Partnership 264

Recreation and Conservation Funding Board 247

Retirement Systems, Contributions to 354

Retirement Systems, Department of 113

Revenue, Department of 115

Salaries for Elected Officials, Citizens' Commission on 89

School for the Blind, State 332

Secretary of State, Office of the 80

Senate 44

Services for the Blind, Department of 231

Special Appropriations to the Governor 357

State Employee Compensation Adjustments 355

State Law Library 60

Agency	Page
State Patrol, Washington	271
Statute Law Committee	52
Student Achievement Council	327
Sundry Claims	359
Supreme Court	58
Tax Appeals, Board of	118
The Evergreen State College	322
Treasurer, Office of the State	85
University of Washington	312
Utilities and Transportation Commission	129
Veterans' Affairs, Department of	221
Volunteer Firefighters, Board for	146
Washington Charter School Commission	301
Washington State University	315
Western Washington University	325
Workforce Training & Education Coordinating Board	337

LEGISLATIVE

The Joint Legislative Systems committee is provided a total of $1.47 million to upgrade legislative equipment. Upgrades include transitioning from personal computers to more mobile computing equipment and replacing the distributed antenna system, which provides augmented cellular reception in legislative buildings.

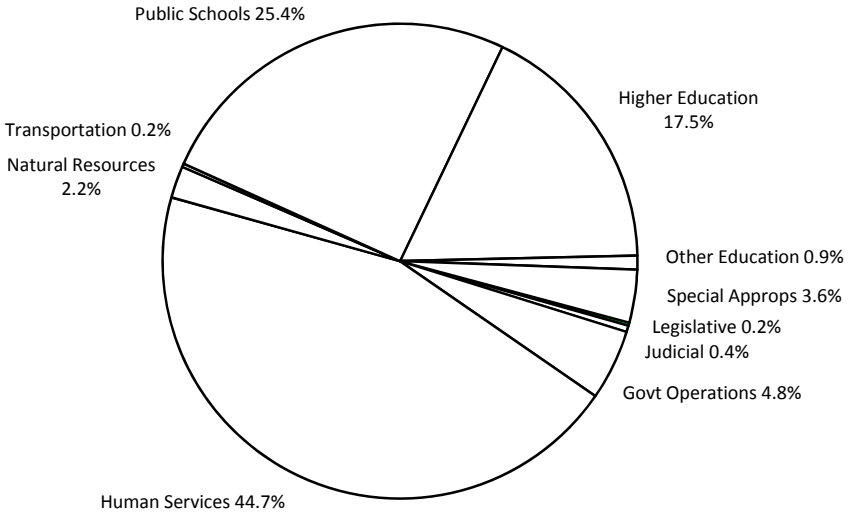
The Office of Legislative Support Services is provided $50,000 to resume the legislative oral history program, which documents the history of the Legislature by recording the experiences of legislators and others involved in the legislative process.

2015-17 Washington State Omnibus Operating Budget

Total Budgeted Funds

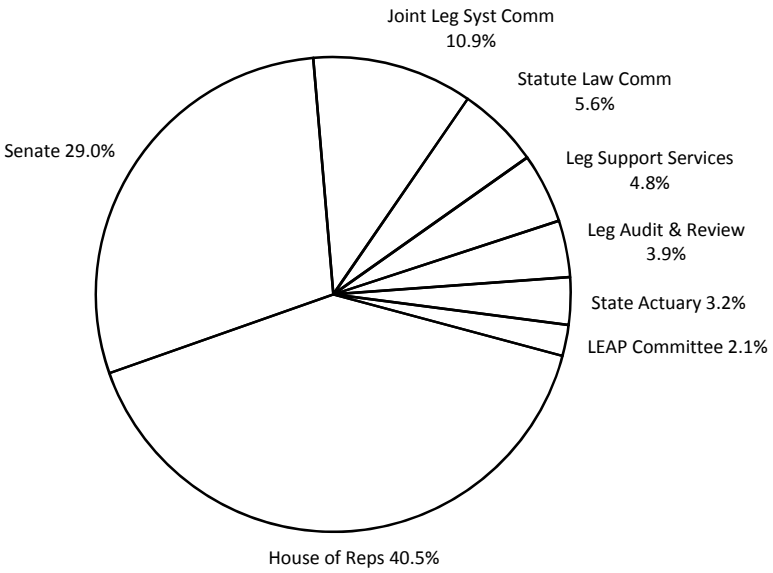
(Dollars in Thousands)

Legislative	***173,930***
Judicial	337,921
Governmental Operations	3,792,924
Human Services	35,266,422
Natural Resources	1,713,043
Transportation	195,359
Public Schools	20,008,166
Higher Education	13,826,980
Other Education	736,946
Special Appropriations	2,836,614
Statewide Total	**78,888,305**



Washington State

House of Representatives	70,356
Senate	50,516
Jt Leg Systems Comm	19,006
Statute Law Committee	9,788
Leg Support Services	8,278
Jt Leg Audit & Rev Comm	6,711
State Actuary	5,617
LEAP Committee	3,658
Legislative	***173,930***



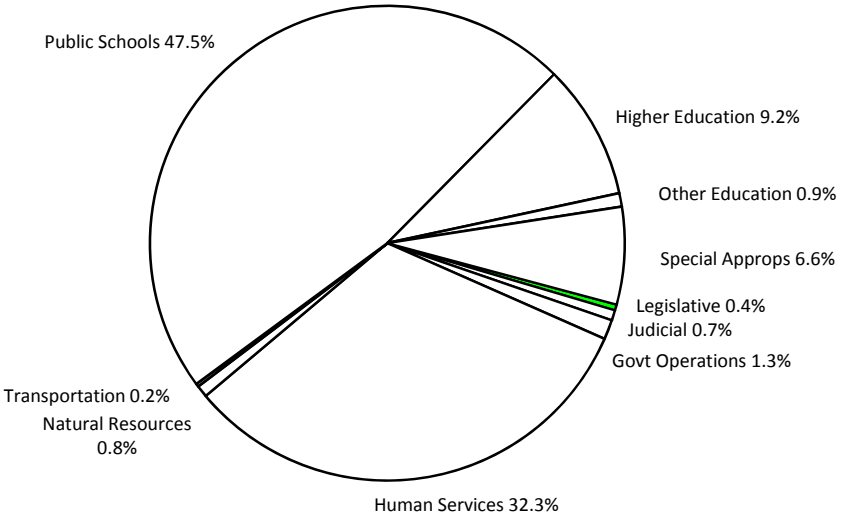
Legislative

2015-17 Washington State Omnibus Operating Budget

NGF-S + Opportunity Pathways

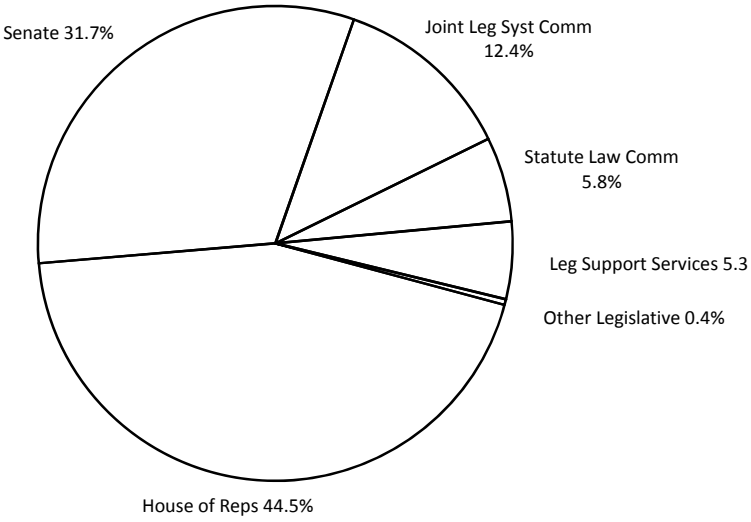
(Dollars in Thousands)

Legislative	***153,796***
Judicial	267,132
Governmental Operations	510,107
Human Services	12,333,779
Natural Resources	308,873
Transportation	80,612
Public Schools	18,156,830
Higher Education	3,525,134
Other Education	347,928
Special Appropriations	2,534,988
Statewide Total	**38,219,179**



Washington State

House of Representatives	68,438
Senate	48,768
Jt Leg Systems Comm	19,006
Statute Law Committee	8,869
Leg Support Services	8,123
Other Legislative	592
Legislative	***153,796***



Legislative

House of Representatives

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**61,733**	**1,765**	**63,498**
2015 Supplemental *	-70	0	-70
Total 2013-15 Biennium	**61,663**	**1,765**	**63,428**
2015-17 Maintenance Level	**66,983**	**1,858**	**68,841**
Policy Changes - Other			
1. CTS Rate Adjustment	-2	0	-2
2. Archives/Records Management	1	0	1
3. Legal Services	1	0	1
4. DES Central Services	95	0	95
5. Core Financial Systems Replacement	11	0	11
6. Time, Leave and Attendance System	19	0	19
7. Self-Insurance Liability Premium	-18	0	-18
Policy -- Other Total	**107**	**0**	**107**
Policy Changes - Comp			
8. State Public Employee Benefits Rate	-100	-3	-103
9. General Wage Incr-State Employees	1,448	63	1,511
Policy -- Comp Total	**1,348**	**60**	**1,408**
Total 2015-17 Biennium	**68,438**	**1,918**	**70,356**
Fiscal Year 2016 Total	33,485	929	34,414
Fiscal Year 2017 Total	34,953	989	35,942

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

5. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

6. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

7. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

8. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered

House of Representatives

coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

9. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Senate

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**44,456**	**1,514**	**45,970**
2015 Supplemental *	-72	0	-72
Total 2013-15 Biennium	**44,384**	**1,514**	**45,898**
2015-17 Maintenance Level	**48,596**	**1,695**	**50,291**
Policy Changes - Other			
1. Archives/Records Management	2	0	2
2. DES Central Services	-1,108	0	-1,108
3. Core Financial Systems Replacement	8	0	8
4. Time, Leave and Attendance System	13	0	13
5. Self-Insurance Liability Premium	-9	0	-9
Policy -- Other Total	**-1,094**	**0**	**-1,094**
Policy Changes - Comp			
6. State Public Employee Benefits Rate	-68	-3	-71
7. General Wage Incr-State Employees	1,334	56	1,390
Policy -- Comp Total	**1,266**	**53**	**1,319**
Total 2015-17 Biennium	**48,768**	**1,748**	**50,516**
Fiscal Year 2016 Total	22,997	860	23,857
Fiscal Year 2017 Total	25,771	888	26,659

Comments:

1. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

2. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

3. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

4. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

5. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

6. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

7. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20

Senate

per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Joint Legislative Audit & Review Committee

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**147**	**6,305**	**6,452**
2015-17 Maintenance Level	**6,551**	**0**	**6,551**
Policy Changes - Other			
1. Legal Services	1	0	1
2. DES Central Services	1	0	1
3. Core Financial Systems Replacement	1	0	1
4. Time, Leave and Attendance System	1	0	1
5. Shift to Performance Audit Account	-6,711	6,711	0
Policy -- Other Total	**-6,707**	**6,711**	**4**
Policy Changes - Comp			
6. State Public Employee Benefits Rate	-6	0	-6
7. General Wage Incr-State Employees	162	0	162
Policy -- Comp Total	**156**	**0**	**156**
Total 2015-17 Biennium	**0**	**6,711**	**6,711**
Fiscal Year 2016 Total	0	3,317	3,317
Fiscal Year 2017 Total	0	3,394	3,394

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

3. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

4. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

5. **Shift to Performance Audit Account** - Funding for the operations of the Joint Legislative Audit & Review Committee is shifted to the Performance Audits of Government Account from the General Fund-State. Funding will be used for legislative activities and statutory audit functions during the 2015-17 biennium. (General Fund-State, Performance Audits of Government Account-State)

6. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

7. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Legislative Evaluation & Accountability Program

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**3,430**	**0**	**3,430**
2015-17 Maintenance Level	**3,584**	**0**	**3,584**
Policy Changes - Other			
1. Office of Chief Information Officer	2	0	2
2. DES Central Services	1	0	1
3. Time, Leave and Attendance System	1	0	1
4. Shift to Performance Audit Account	-3,658	3,658	0
Policy -- Other Total	**-3,654**	**3,658**	**4**
Policy Changes - Comp			
5. State Public Employee Benefits Rate	-3	0	-3
6. General Wage Incr-State Employees	73	0	73
Policy -- Comp Total	**70**	**0**	**70**
Total 2015-17 Biennium	**0**	**3,658**	**3,658**
Fiscal Year 2016 Total	0	1,715	1,715
Fiscal Year 2017 Total	0	1,943	1,943

Comments:

1. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

2. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

3. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

4. **Shift to Performance Audit Account** - Funding for operations of the Legislative Evaluation and Accountability Program Committee is shifted to the Performance Audits of Government Account from the General Fund-State. Funding will be used for legislative activities and statutory functions during the 2015-17 biennium. (General Fund-State, Performance Audits of Government Account-State)

5. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

6. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Joint Legislative Systems Committee

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**16,038**	**0**	**16,038**
2015 Supplemental *	-5	0	-5
Total 2013-15 Biennium	**16,033**	**0**	**16,033**
2015-17 Maintenance Level	**17,208**	**0**	**17,208**
Policy Changes - Other			
1. Workload Adjustments IT Projects	668	0	668
2. Equipment Transition	200	0	200
3. Distributed Antenna System Replace	600	0	600
4. CTS Rate Adjustment	-2	0	-2
5. Office of Chief Information Officer	12	0	12
6. CTS Central Services	2	0	2
7. DES Central Services	6	0	6
8. Core Financial Systems Replacement	1	0	1
9. Time, Leave and Attendance System	3	0	3
10. Self-Insurance Liability Premium	-25	0	-25
Policy -- Other Total	**1,465**	**0**	**1,465**
Policy Changes - Comp			
11. State Public Employee Benefits Rate	-14	0	-14
12. General Wage Incr-State Employees	347	0	347
Policy -- Comp Total	**333**	**0**	**333**
Total 2015-17 Biennium	**19,006**	**0**	**19,006**
Fiscal Year 2016 Total	9,277	0	9,277
Fiscal Year 2017 Total	9,729	0	9,729

Comments:

1. **Workload Adjustments IT Projects** - Funding is provided for increased workload related to upgrading legislative information technology systems.

2. **Equipment Transition** - Funds are provided for the continued equipment transition from personal computers to more mobile computing equipment.

3. **Distributed Antenna System Replace** - Funding is provided to replace the distributed antenna system, which provides augmented cellular reception in legislative buildings.

4. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

5. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

6. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

7. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

8. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

9. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the

Joint Legislative Systems Committee

Time, Leave and Attendance system, which is discontinued.

10. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

11. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

12. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Office of the State Actuary

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**3,527**	**3,527**
2015 Supplemental *	276	0	276
Total 2013-15 Biennium	**276**	**3,527**	**3,803**
2015-17 Maintenance Level	**0**	**3,862**	**3,862**
Policy Changes - Other			
1. Legal Services	0	1	1
2. DES Central Services	0	5	5
3. Time, Leave and Attendance System	0	1	1
4. Health Benefits Actuarial Services	592	394	986
5. Higher Ed Retirement Plan Oversight	0	600	600
Policy -- Other Total	**592**	**1,001**	**1,593**
Policy Changes - Comp			
6. OSA Retention Contingency Package	0	50	50
7. State Public Employee Benefits Rate	0	-3	-3
8. General Wage Incr-State Employees	0	115	115
Policy -- Comp Total	**0**	**162**	**162**
Total 2015-17 Biennium	**592**	**5,025**	**5,617**
Fiscal Year 2016 Total	296	2,528	2,824
Fiscal Year 2017 Total	296	2,497	2,793

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

3. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

4. **Health Benefits Actuarial Services** - Funding is provided to improve the Legislature's access to independent and objective health care actuarial analysis for the Medicaid and Public Employees Benefits programs. The Office of the State Actuary will review actuarial analysis prepared by the Health Care Authority, respond to legislative questions regarding HCA actuarial analysis and fiscal notes, and prepare independent, objective, and confidential actuarial analysis for state health care programs as requested. (General Fund-State, State Health Care Authority Administrative Account-State)

5. **Higher Ed Retirement Plan Oversight** - Funding is provided for the Office of the State Actuary to provide additional actuarial analysis of the Higher Education Retirement Plans, as well as for other areas of increased workload such as state and employer accounting disclosures under the Governmental Accounting Standards Board rules, increased State Investment Board related analysis, and Other Postretirement Employment Benefits (OPEB) liability statements. (Department of Retirement Systems Expense Account-State)

6. **OSA Retention Contingency Package** - Funding is provided for salary increases of up to 10 percent for two current credentialed actuaries, if needed for retention purposes. (Department of Retirement Systems Expense Account-State)

7. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per

Office of the State Actuary

employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

8. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Statute Law Committee

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**7,949**	**894**	**8,843**
2015 Supplemental *	-7	0	-7
Total 2013-15 Biennium	**7,942**	**894**	**8,836**
2015-17 Maintenance Level	**8,634**	**916**	**9,550**
Policy Changes - Other			
1. DES Central Services	8	2	10
2. Core Financial Systems Replacement	1	0	1
3. Time, Leave and Attendance System	2	1	3
Policy -- Other Total	**11**	**3**	**14**
Policy Changes - Comp			
4. State Public Employee Benefits Rate	-11	0	-11
5. General Wage Incr-State Employees	235	0	235
Policy -- Comp Total	**224**	**0**	**224**
Total 2015-17 Biennium	**8,869**	**919**	**9,788**
Fiscal Year 2016 Total	4,160	319	4,479
Fiscal Year 2017 Total	4,709	600	5,309

Comments:

1. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

2. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

3. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

4. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

5. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Office of Legislative Support Services

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**7,378**	**51**	**7,429**
2015 Supplemental *	-4	47	43
Total 2013-15 Biennium	**7,374**	**98**	**7,472**
2015-17 Maintenance Level	**7,868**	**150**	**8,018**
Policy Changes - Other			
1. DES Central Services	8	0	8
2. Core Financial Systems Replacement	1	0	1
3. Time, Leave and Attendance System	2	0	2
4. Oral History Program	50	0	50
Policy -- Other Total	**61**	**0**	**61**
Policy Changes - Comp			
5. State Public Employee Benefits Rate	-10	0	-10
6. General Wage Incr-State Employees	204	5	209
Policy -- Comp Total	**194**	**5**	**199**
Total 2015-17 Biennium	**8,123**	**155**	**8,278**
Fiscal Year 2016 Total	3,835	76	3,911
Fiscal Year 2017 Total	4,288	79	4,367

Comments:

1. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

2. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

3. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

4. **Oral History Program** - Funding is provided to resume the legislative oral history program. The mission of the program is to document and preserve the history of the Legislature by recording the first hand experiences of legislators and others who played key roles in the legislative process.

5. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

6. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

JUDICIAL

Judicial Branch Revenue

Under RCW 2.68.040(1)(a) and 46.63.110(3), the Washington State Supreme Court may provide by rule for an increase of monetary fines, penalties and assessments for support of the Judicial Information Systems (JIS) Account. Exercising this authority, the Court increased the traffic infraction base penalty schedule and the JIS Account assessment, each by $6, effective July 1, 2015. As a result, revenue to the JIS Account is estimated to increase $8.5 million in the 2015-2017 biennium and $11.3 million each biennium thereafter. Revenue to the state general fund is also estimated to increase $4.6 million in the 2015-2017 biennium and $6.2 million each biennium thereafter.

Administrative Office of the Courts

Funding of $27.2 million from the Judicial Information Systems (JIS) Account is provided for the following information technology expenditures:

- One-time funding of $12.6 million to continue implementation of a new commercial off-the-shelf case management system for the superior courts.
- One-time funding of $3.8 million for the preparation, development, and implementation of the new case management system for courts of limited jurisdiction (CLJ-CMS). This project may begin January 1, 2016.
- One-time funding of $6.8 million from the JIS Account and $1.75 million from the General Fund-State for the expansion, development, and implementation of the information networking hub (INH) to support the CLJ-CSM.
- One-time funding of $1.85 million to replace computers at local courts and state judicial agencies.
- One-time funding of $1.3 million for software upgrades to replace computer data center equipment including servers, routers, and storage system upgrades.
- On-going funding of $580,000 for JIS maintenance costs.
- One-time funding of $313,000 to continue the implementation of the new commercial off-the-shelf (COTS) case management system for the appellate courts. These funds are shifted from the 2013-15 biennium.

Funding for grants distributed to county clerks for collecting legal financial obligations will be dispersed directly to counties through the State Treasurer's Office rather than through the Administrative Office of the Courts.

Office of Public Defense

The Parents for Parents Program is a peer mentoring program for parents in dependency proceedings that was first established at the Department of Social and Health Services. Pursuant to Chapter 117, Laws of 2015 (2SSB 5486), the program will reside at the Office of Public Defense and funding is provided to maintain the current programs in Grays Harbor/Pacific, King, Kitsap, Pierce, Snohomish, Spokane, and Thurston/Mason counties and expand services in three locations. Funds are also provided for the first stage of an evaluation to determine if the Parents for Parents Program can be considered evidence-based.

Additional funding, $1.8 million General Fund-State, is provided for the Office's Public Defense Improvement program under Chapter 10.101 RCW, which provides grants to counties and cities for the purpose of improving trial court public defense services

Office of Civil Legal Aid

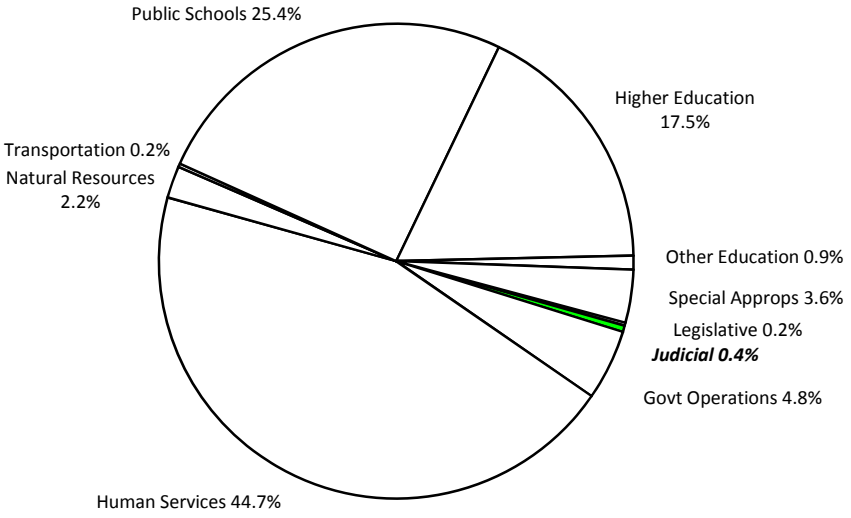
An additional $997,000 is provided for the Child Dependency Representation Program. The program began in 2014 with the passage of Chapter 108, Laws of 2014 (E2SSB 6126), which requires a court to appoint an attorney for a child in a dependency proceeding six months after granting a petition to terminate the parent and child relationship and when there is no remaining parent with parental rights. With the additional funds, it is estimated that counties will no longer be required to pay a portion of the cost to provide legal services to eligible children. To manage within appropriated amounts, the Office is directed to implement the program using attorneys under state contracts similar to the Parents Representation Program at the Office of Public Defense.

2015-17 Washington State Omnibus Operating Budget

Total Budgeted Funds

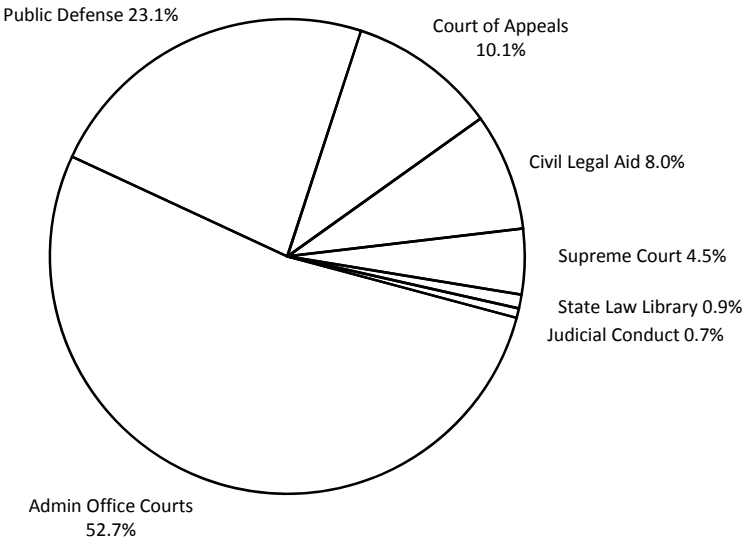
(Dollars in Thousands)

Legislative	173,930
Judicial	***337,921***
Governmental Operations	3,792,924
Human Services	35,266,422
Natural Resources	1,713,043
Transportation	195,359
Public Schools	20,008,166
Higher Education	13,826,980
Other Education	736,946
Special Appropriations	2,836,614
Statewide Total	**78,888,305**



Washington State

Admin Office Courts	178,222
Office of Public Defense	78,108
Court of Appeals	34,158
Civil Legal Aid	26,991
Supreme Court	15,085
State Law Library	3,147
Judicial Conduct Comm	2,210
Judicial	***337,921***



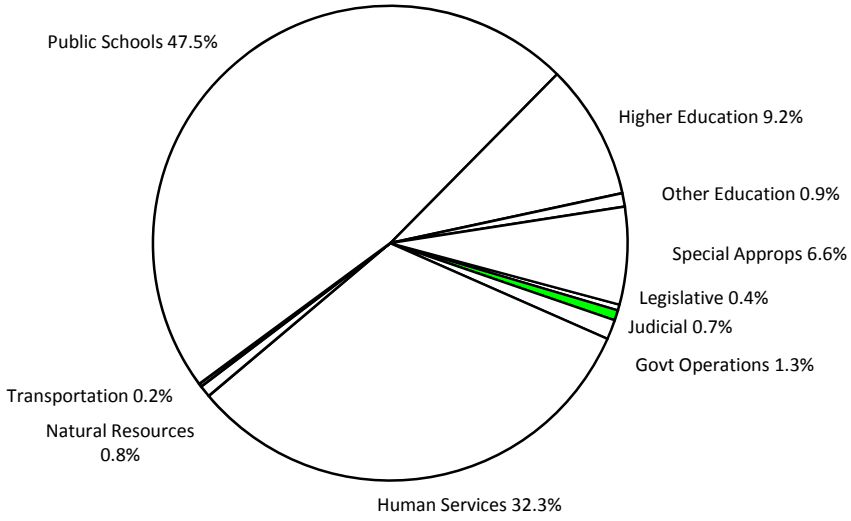
Judicial

2015-17 Washington State Omnibus Operating Budget

NGF-S + Opportunity Pathways

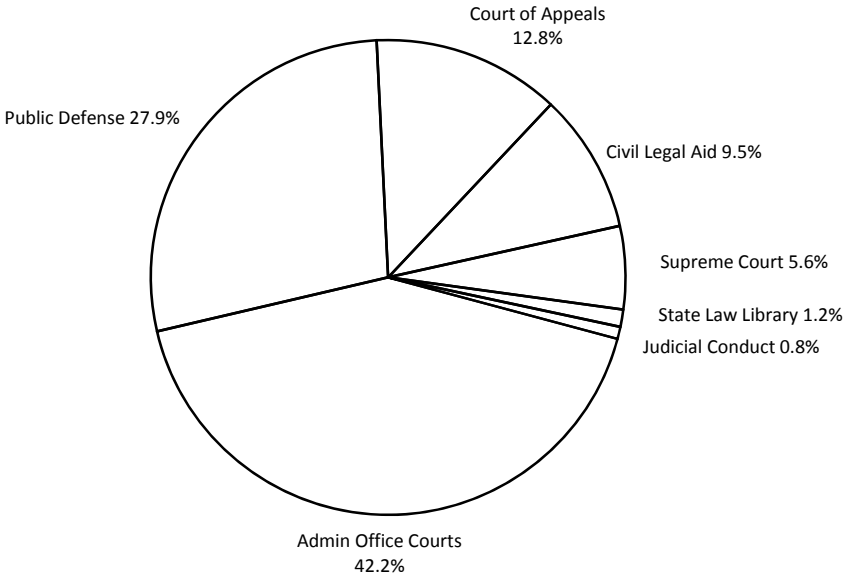
(Dollars in Thousands)

Legislative	153,796
Judicial	***267,132***
Governmental Operations	510,107
Human Services	12,333,779
Natural Resources	308,873
Transportation	80,612
Public Schools	18,156,830
Higher Education	3,525,134
Other Education	347,928
Special Appropriations	2,534,988
Statewide Total	**38,219,179**



Washington State

Admin Office Courts	112,694
Office of Public Defense	74,460
Court of Appeals	34,158
Civil Legal Aid	25,378
Supreme Court	15,085
State Law Library	3,147
Judicial Conduct Comm	2,210
Judicial	***267,132***



Judicial

Supreme Court

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**13,841**	**0**	**13,841**
2015 Supplemental *	57	0	57
Total 2013-15 Biennium	**13,898**	**0**	**13,898**
2015-17 Maintenance Level	**14,679**	**0**	**14,679**
Policy Changes - Other			
1. Archives/Records Management	1	0	1
2. Legal Services	7	0	7
3. DES Central Services	25	0	25
4. Core Financial Systems Replacement	2	0	2
5. Time, Leave and Attendance System	3	0	3
6. Self-Insurance Liability Premium	-4	0	-4
Policy -- Other Total	**34**	**0**	**34**
Policy Changes - Comp			
7. Step Increase (M)	72	0	72
8. State Public Employee Benefits Rate	-20	0	-20
9. General Wage Incr-State Employees	320	0	320
Policy -- Comp Total	**372**	**0**	**372**
Total 2015-17 Biennium	**15,085**	**0**	**15,085**
Fiscal Year 2016 Total	7,491	0	7,491
Fiscal Year 2017 Total	7,594	0	7,594

Comments:

1. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

2. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

3. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

4. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

5. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

6. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

7. **Step Increase (M)** - Funding is provided to implement an additional salary step increase for eligible employees.

8. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other

Supreme Court

Accounts)

9. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

State Law Library

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**2,941**	**0**	**2,941**
2015 Supplemental *	27	0	27
Total 2013-15 Biennium	**2,968**	**0**	**2,968**
2015-17 Maintenance Level	**3,077**	**0**	**3,077**
Policy Changes - Other			
1. DES Central Services	12	0	12
2. Time, Leave and Attendance System	1	0	1
Policy -- Other Total	**13**	**0**	**13**
Policy Changes - Comp			
3. Step Increase (M)	13	0	13
4. State Public Employee Benefits Rate	-3	0	-3
5. General Wage Incr-State Employees	47	0	47
Policy -- Comp Total	**57**	**0**	**57**
Total 2015-17 Biennium	**3,147**	**0**	**3,147**
Fiscal Year 2016 Total	1,570	0	1,570
Fiscal Year 2017 Total	1,577	0	1,577

Comments:

1. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

2. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

3. **Step Increase (M)** - Funding is provided to implement an additional salary step increase for eligible employees.

4. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

5. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Commission on Judicial Conduct

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**2,068**	**0**	**2,068**
2015 Supplemental *	9	0	9
Total 2013-15 Biennium	**2,077**	**0**	**2,077**
2015-17 Maintenance Level	**2,145**	**0**	**2,145**
Policy Changes - Other			
1. Legal Services	1	0	1
2. DES Central Services	6	0	6
3. Time, Leave and Attendance System	1	0	1
Policy -- Other Total	**8**	**0**	**8**
Policy Changes - Comp			
4. State Public Employee Benefits Rate	-3	0	-3
5. General Wage Incr-State Employees	60	0	60
Policy -- Comp Total	**57**	**0**	**57**
Total 2015-17 Biennium	**2,210**	**0**	**2,210**
Fiscal Year 2016 Total	1,134	0	1,134
Fiscal Year 2017 Total	1,076	0	1,076

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

3. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

4. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

5. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Court of Appeals

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**31,676**	**0**	**31,676**
2015 Supplemental *	59	0	59
Total 2013-15 Biennium	**31,735**	**0**	**31,735**
2015-17 Maintenance Level	**33,487**	**0**	**33,487**
Policy Changes - Other			
1. CTS Rate Adjustment	-2	0	-2
2. Archives/Records Management	3	0	3
3. Legal Services	1	0	1
4. DES Central Services	7	0	7
5. Core Financial Systems Replacement	4	0	4
6. Time, Leave and Attendance System	8	0	8
Policy -- Other Total	**21**	**0**	**21**
Policy Changes - Comp			
7. Step Increase (M)	2	0	2
8. State Public Employee Benefits Rate	-44	0	-44
9. General Wage Incr-State Employees	692	0	692
Policy -- Comp Total	**650**	**0**	**650**
Total 2015-17 Biennium	**34,158**	**0**	**34,158**
Fiscal Year 2016 Total	16,866	0	16,866
Fiscal Year 2017 Total	17,292	0	17,292

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

5. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

6. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

7. **Step Increase (M)** - Funding is provided to implement an additional salary step increase for eligible employees. (General Fund-State)

8. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered

Court of Appeals

coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

9. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Administrative Office of the Courts

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**102,390**	**62,988**	**165,378**
2015 Supplemental *	192	-313	-121
Total 2013-15 Biennium	**102,582**	**62,675**	**165,257**
2015-17 Maintenance Level	**110,971**	**37,417**	**148,388**
Policy Changes - Other			
1. CTS Rate Adjustment	-8	0	-8
2. Archives/Records Management	1	0	1
3. Legal Services	14	0	14
4. Office of Chief Information Officer	33	0	33
5. CTS Central Services	33	0	33
6. DES Central Services	21	0	21
7. Core Financial Systems Replacement	13	0	13
8. Time, Leave and Attendance System	22	0	22
9. Sup Crts Case Mgmt System	0	12,598	12,598
10. Crts of Lmtd Juris Info Netwrk Hub	1,756	6,784	8,540
11. External Equipment Replacement	0	1,849	1,849
12. JIS Maintenance Costs	0	580	580
13. BOXI v4 Upgrade	0	773	773
14. Internal Equipment Replacement	0	516	516
15. Home Detention	0	118	118
16. Appellate Cts-Content Mgt System	0	313	313
17. Crts of Lmtd Juris COTS Prep & CMS	0	3,789	3,789
18. One Family, One Team Partnership	75	0	75
Policy -- Other Total	**1,960**	**27,320**	**29,280**
Policy Changes - Comp			
19. State Public Employee Benefits Rate	-100	-34	-134
20. General Wage Incr-State Employees	845	825	1,670
Policy -- Comp Total	**745**	**791**	**1,536**
Policy Changes - Transfers			
21. Legal Financial Obligations	-982	0	-982
Policy -- Transfer Total	**-982**	**0**	**-982**
Total 2015-17 Biennium	**112,694**	**65,528**	**178,222**
Fiscal Year 2016 Total	55,930	32,180	88,110
Fiscal Year 2017 Total	56,764	33,348	90,112

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.
2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.
3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.
4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

Administrative Office of the Courts

5. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

6. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

7. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

8. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

9. **Sup Crts Case Mgmt System** - Funding is provided to continue implementation of the new commercial off-the-shelf (COTS) case management system for the superior courts. This funding will be used to complete Phase 2 (Solution Design & Development), Phase 3 (Pilot Court Deployment), Phase 4 (Early Adopter Deployment), and to begin Phase 5 (Statewide Rollout) of the project. Second year funding is contingent on the Office working with its technology vendor and county clerks to develop cost estimates for modifications to the case management system to address security and document management concerns raised by county clerks. (Judicial Information Systems Account-State)

10. **Crts of Lmtd Juris Info Netwrk Hub** - Funding is provided for the expansion, development, and implementation of the information networking hub (INH) to support the case management system for the courts of limited jurisdiction (CLJ-CMS). The INH will provide a set of data exchanges for statewide access to judicial data across courts. (Judicial Information Systems Account-State, General Fund-State)

11. **External Equipment Replacement** - Funding is provided to replace and update computer equipment and information technology systems for county court and county clerks' office operations to ensure access to the Judicial Information System (JIS). (Judicial Information Systems Account-State)

12. **JIS Maintenance Costs** - Funding is provided for new and ongoing costs of software and hardware maintenance for the Judicial Information System (JIS). (Judicial Information Systems Account-State)

13. **BOXI v4 Upgrade** - Funding is provided to support Business Objects, a query tool used by the courts and the Administrative Office of the Courts (AOC) to access data in the Enterprise Data Warehouse, the central judicial data repository. The tool is also used for reporting purposes and data dissemination requests. (Judicial Information Systems Account-State)

14. **Internal Equipment Replacement** - Funding is provided to replace computer equipment including servers, routers, and storage system upgrades at the Administrative Office of the Courts. (Judicial Information Systems Account-State)

15. **Home Detention** - Pursuant to Chapter 287, Laws of 2015 (EHB 1943), one-time funding is provided to make information technology changes to the Judicial Information System. (Judicial Information Systems Account-State)

16. **Appellate Cts-Content Mgt System** - Funding is shifted from the 2013-15 biennial operating budget to the 2015-17 biennial operating budget to continue implementation of the new commercial off-the-shelf case management system for the appellate courts. (Judicial Information Systems Account-State)

17. **Crts of Lmtd Juris COTS Prep & CMS** - Funding is provided for the preparation, development and implementation of the new case management system for courts of limited jurisdiction (CLJ). (Judicial Information Systems Account-State)

18. **One Family, One Team Partnership** - Funding is provided for the planning and design of a dependency court improvement demonstration program. The plan must be developed jointly with the One Family, One Team Public-Private Partnership, with a private cash match of $75,000.

19. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

20. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective

Administrative Office of the Courts

July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

21. **Legal Financial Obligations** - Grants distributed to county clerks for collecting legal financial obligations owed to the state and local governments and crime victims will be dispersed directly to counties through the State Treasurer's Office.

Office of Public Defense

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**66,387**	**3,952**	**70,339**
2015 Supplemental *	390	0	390
Total 2013-15 Biennium	**66,777**	**3,952**	**70,729**
2015-17 Maintenance Level	**67,699**	**3,648**	**71,347**
Policy Changes - Other			
1. DES Central Services	1	0	1
2. Core Financial Systems Replacement	1	0	1
3. Time, Leave and Attendance System	1	0	1
4. Vendor Rate Increase	1,366	0	1,366
5. Parents Representation Caseload	1,529	0	1,529
6. Permanency Initiative Funding	1,386	0	1,386
7. Trial Court Public Defense	1,800	0	1,800
8. Parents for Parents Program	565	0	565
Policy -- Other Total	**6,649**	**0**	**6,649**
Policy Changes - Comp			
9. State Public Employee Benefits Rate	-4	0	-4
10. General Wage Incr-State Employees	116	0	116
Policy -- Comp Total	**112**	**0**	**112**
Total 2015-17 Biennium	**74,460**	**3,648**	**78,108**
Fiscal Year 2016 Total	37,096	1,824	38,920
Fiscal Year 2017 Total	37,364	1,824	39,188

Comments:

1. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

2. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

3. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

4. **Vendor Rate Increase** - Funding is provided to increase payments for attorneys who contract with the Office to represent indigent appellants and indigent parents in dependency proceedings.

5. **Parents Representation Caseload** - Additional funding is provided to hire contract attorneys to address caseloads from increased dependency filings.

6. **Permanency Initiative Funding** - The 2014 supplemental operating budget provided one-time funding to address a backlog of dependency cases. To resolve these cases, additional one-time funds are provided in the 2015-17 biennium for parents' representation.

7. **Trial Court Public Defense** - Funding is provided for the Office to support counties and cities for the purpose of improving trial court public defense services. (General Fund-State)

8. **Parents for Parents Program** - Pursuant to Chapter 117, Laws of 2015 (2SSB 5486), funds are provided for the Office to contract with a non-profit entity to implement a peer mentoring program for parents in dependency proceedings. Funding is provided to maintain the current programs in Grays Harbor/Pacific, King, Kitsap, Pierce, Snohomish, Spokane, and Thurston/Mason counties; expand services in three locations; provide for program administration; and to fund the first stage of an evaluation of the program to determine if the Parents for

Office of Public Defense

Parents Program can be considered evidence-based.

9. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

10. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Office of Civil Legal Aid

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**23,015**	**1,453**	**24,468**
2015 Supplemental *	0	115	115
Total 2013-15 Biennium	**23,015**	**1,568**	**24,583**
2015-17 Maintenance Level	**23,646**	**1,463**	**25,109**
Policy Changes - Other			
1. Private/Local Authority	0	150	150
2. Vendor Rate Increase	718	0	718
3. Child Dependency Representation	997	0	997
Policy -- Other Total	**1,715**	**150**	**1,865**
Policy Changes - Comp			
4. State Public Employee Benefits Rate	-1	0	-1
5. General Wage Incr-State Employees	18	0	18
Policy -- Comp Total	**17**	**0**	**17**
Total 2015-17 Biennium	**25,378**	**1,613**	**26,991**
Fiscal Year 2016 Total	12,560	806	13,366
Fiscal Year 2017 Total	12,818	807	13,625

Comments:

1. **Private/Local Authority** - One-time expenditure authority is provided to receive funds from the private non-profit Center for Children & Youth Justice to support child representation activities and research. (General Fund-Local)

2. **Vendor Rate Increase** - Funding is provided for increased contract costs with the Northwest Justice Project.

3. **Child Dependency Representation** - Funding is provided for legal representation for children who remain legally free six months following the termination of their parents' legal rights.

4. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

5. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

GOVERNMENTAL OPERATIONS

Department of Commerce

The Department of Commerce (Commerce) administers a variety of state programs focused on enhancing and promoting sustainable community and economic vitality in Washington.

Enhancements were made to homeless programs focusing on youth. Chapter 69, Laws of 2015 (2SSB 5404) created the Office of Homeless Youth Prevention and Protection Programs (OHYPPP) within Commerce. $11.8 million for secure and semi-secure crisis residential centers, HOPE beds, and outreach to street youth programs is transferred to the OHYPPP from the Department of Social and Health Services. $867,000 is provided to the OHYPPP to manage these programs, provide policy direction, perform data collection, and perform other activities to improve services to the state's homeless youth population. An additional $1 million is provided to the Washington Youth and Families Fund for grants to fund supportive services in conjunction with housing to address underlying causes of youth and family homelessness.

Other enhancements include:

- $1.7 million to continue the Financial Fraud and Identity Theft Crimes Investigation and Prosecution Program. Chapter 65, Laws of 2015 (HB 1090) extended the program until 2020. These funds are generated from surcharges on Uniform Commercial Code filings, which were increased by the legislation allowing the program to expand into Snohomish County.
- $1.1 million for the Agricultural Labor Skills and Safety Program created under Chapter 68, Laws of 2015 (SHB 1127). $1 million of the funds will be provided to a community-based organization to program health and safety training to agricultural workers. The grant program expires July 1, 2018.
- $524,000 to implement Chapter 296, Laws of 2015 (ESSB 5826), which creates the Washington Small Business Retirement Marketplace Program in Commerce. Commerce will contract with a private entity to connect small businesses with an array of private retirement plan options for employers and their employees to access.
- $176,000 is provided to Commerce to implement legislation addressing human trafficking. Funds will be used to staff the Washington State Task Force on Human Trafficking created by Chapter 273, Laws of 2015 (ESSB 5884) and to operate an information portal to coordinate statewide efforts to combat the trafficking of persons. Funds are also provided to develop a training program for state criminal justice personal on the state's human trafficking laws pursuant to Chapter 101, Laws of 2015 (SSB 5933).

Reductions to Commerce programs include the elimination of grants to counties and cities for costs related to aerospace and other manufacturing facility permitting activities ($2.5 million) and grants for state drug task forces ($1.3 million).

Information Technology Agencies

Chapter 1, Laws of 2015, 3rd sp. s (2SSB 5315) merges certain information technology functions of the Department of Enterprise Services (DES) and the Office of the Chief Information Officer (OCIO) into the Consolidated Technology Services agency (CTS). The reorganization is intended to improve and streamline information technology project oversight, policies and delivery. The reorganization also results in $2.4 million in administrative savings.

The OCIO is provided with $1.45 million to develop and oversee a statewide strategy for time capture, payroll and payment, eligibility and authorization processes for public assistance programs. $1.6 million is also provided to the OCIO to continue development of the Washington Business One-Stop Portal.

Liquor & Cannabis Board

Funding is provided for the implementation of Chapter 70, Laws of 2015, Partial Veto, (2SSB 5052) which addresses the medical marijuana industry. Funds are also provided to implement Chapter 4, Laws of 2015, 2nd sp. s. (2E2SHB 2136), which makes changes to the taxation of marijuana and other market reforms. The Liquor & Cannabis Board (LCB) will conduct additional rulemaking, update information technology, and implement licensing activities related to medical and recreational marijuana production, distribution, and sales. Expenditure authority from the Dedicated Marijuana Account is increased by $5 million to reflect these costs.

Additionally, expenditure authority from the Liquor Revolving Fund is increased by $2.6 million on an on-going basis to fund twelve additional enforcement officers to reduce the amount of smuggled, contraband, and otherwise untaxed cigarette and tobacco products. With these additional resources for the enforcement of cigarette and other tobacco tax laws, the Department of Revenue is expected to generate an additional $25 million in state and local revenues during the 2015-17 biennium.

Savings of $4.8 million from the Liquor Revolving Account are achieved through the elimination of vacant positions and other administrative efficiencies.

Office of Financial Management

The Office of Financial Management is provided $2 million through a new state agency central service charge for planning and preparation efforts to replace the state's core financial systems. The Office is also provided $13.8 million to pre-pay the debt service for the statewide Time, Leave, and Attendance system (TLA), a project that is discontinued. Administrative efficiencies, eliminating several vacant positions, and removing excess expenditure authority also result in $1.4 million of savings.

State Lottery Commission

In order to generate an additional $12 million of revenue for the Opportunity Pathways Account, which is used to fund higher education, the Lottery is directed to adjust lottery retail sales commissions from an estimated 6.1 percent of sales to 5.1 percent of sales. State lottery advertising expenses are also directed to be reduced by $2 million.

Chapter 31, Laws of 2015 (SSB 5681) authorizes the transfer of State Lottery Account funds to the Gambling Revolving Fund as directed in the omnibus appropriations act. A transfer of $1 million was directed for the support of the Washington State Gambling Commission's regulation and law enforcement programs. Additionally, the legislation directs that any balance of unclaimed prizes in excess of $10 million be transferred to the Washington Opportunity Pathways Account on June 30 of each fiscal year. This results in an estimated $14.8 million transfer during the 2015-17 biennium and each biennium thereafter.

Public Disclosure Commission

Ongoing state general funds of $305,000 are provided to the Public Disclosure Commission to upgrade in-house information technology systems. The Commission will invest in a hosted, cloud-based communications platform and case management system to improve efficiency and customer services.

Office of the Secretary of State

Federal Help America Vote Act (HAVA) funds used to maintain and operate the statewide voter registration database ended in the 2013-15 biennium. Therefore, $3.17 million on-going state general funds are provided to replace the federal funds.

To finance the replacement and upgrade of TVW cameras and other video equipment throughout the Capitol campus, $1.7 million in state general funds is provided to the Secretary of State. Financing costs are expected to be repaid over the next five years.

Additionally, $1.5 million is provided to purchase statewide online access to an Information Technology Academy to allow public access to online courses and learning resources through public libraries.

Revenues to the Washington State Heritage Center Account are anticipated to be lower during the 2015-17 biennium. In response, Chapter 28, Laws of 2015, 3rd sp. s. (HB 2195) increases the surcharge collected by county auditors or recording officers for recording instruments from $2 to $3. This surcharge will generate an estimated $2.9 million, which will be deposited into the Washington State Heritage Center Account to be used to fund State Library programs.

Department of Revenue

Funding is provided for Certificate of Participation (COP) financing to complete the next phase of the replacement of the core tax collection and licensing systems. The Department of Revenue will replace these legacy systems to reduce operational risks and increase available features.

Military Department

An expenditure authority of $5 million is provided from the Enhanced 911 Account to upgrade the current 911 telephone system to accommodate Next Generation 911 technology. Financial assistance will be provided to 16 counties for the replacement of 911 telephone equipment that is at the end of its life and will not be supported by the manufacturer.

To address deficiencies in communications infrastructure for 911 dispatch, $1.9 million in Disaster Response Account funds is provided to Okanogan and Ferry counties on a one-time basis. Funds will be used to replace failing radio dispatching hardware within 911 dispatch centers; build interoperability between each county's dispatch centers such that each can serve as a back up to the other; and build a wireless microwave network for 911 calls, dispatch centers, and first responder radio operations.

Utilities and Transportation Commission

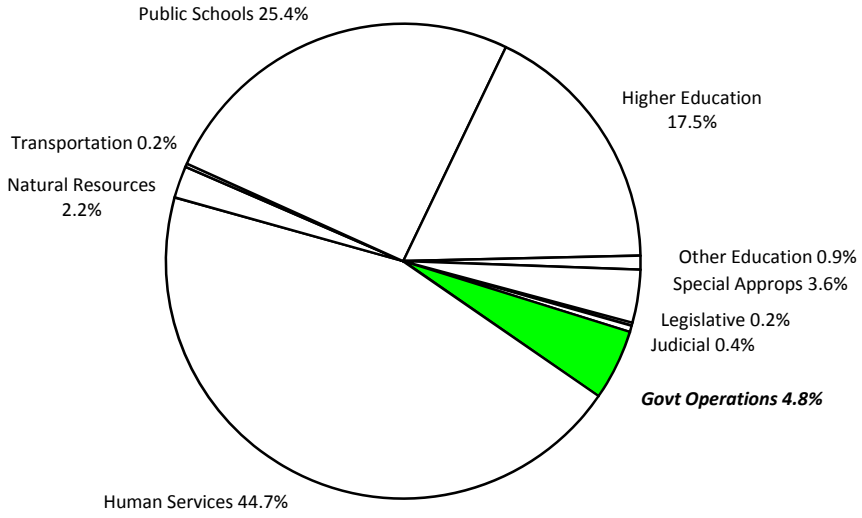
In order to implement reforms in oil by rail safety pursuant to Chapter 274, Laws of 2015 (ESHB 1449), expenditure authority from the Public Service Revolving Account is increased for staffing to increase grade crossing inspections and adopt rules for private grade crossings.

2015-17 Washington State Omnibus Operating Budget

Total Budgeted Funds

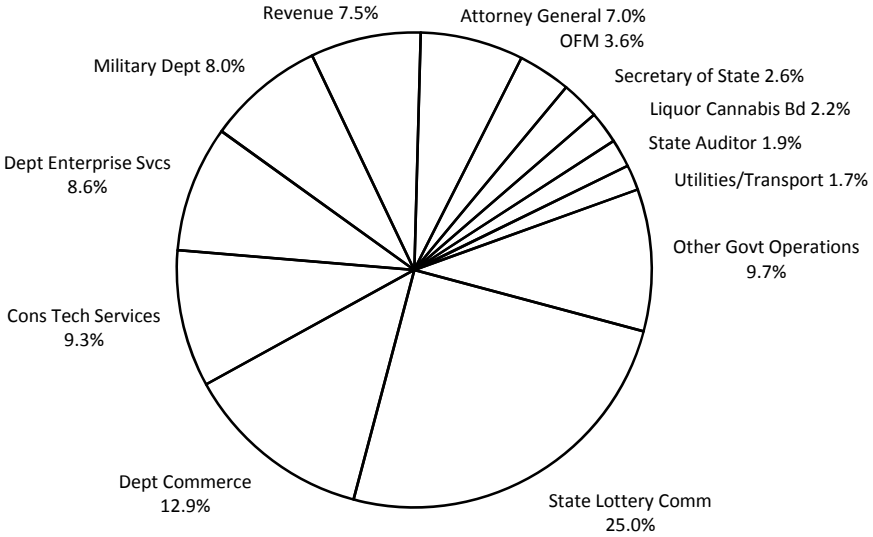
(Dollars in Thousands)

Legislative	173,930
Judicial	337,921
Governmental Operations	***3,792,924***
Human Services	35,266,422
Natural Resources	1,713,043
Transportation	195,359
Public Schools	20,008,166
Higher Education	13,826,980
Other Education	736,946
Special Appropriations	2,836,614
Statewide Total	**78,888,305**



Washington State

Lottery Commission	946,373
Dept Commerce	488,382
Cons Tech Services	353,968
Dept Enterprise Svcs	326,294
Military Department	303,233
Revenue	285,139
Attorney General	265,955
OFM	136,004
Secretary of State	99,819
Liquor and Cannabis Board	82,925
State Auditor	72,677
Utilities & Transpo Comm	65,478
Other Govt Operations	366,677
Governmental Operations	***3,792,924***



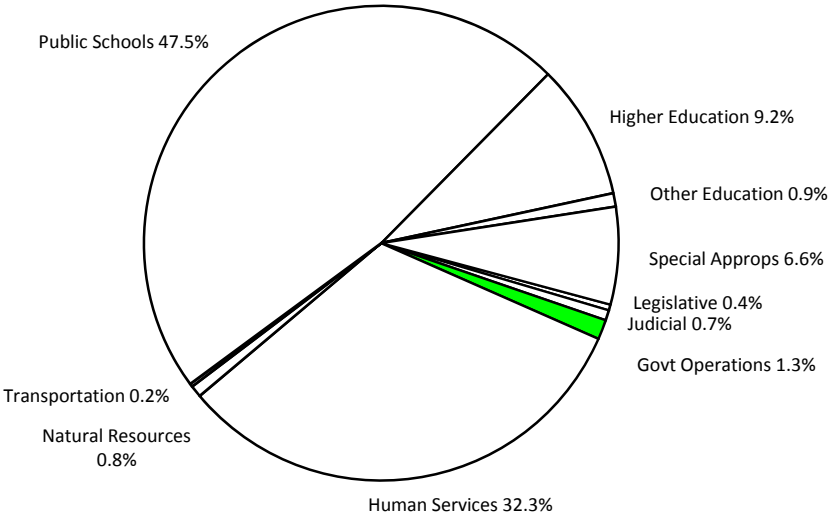
Governmental Operations

2015-17 Washington State Omnibus Operating Budget

NGF-S + Opportunity Pathways

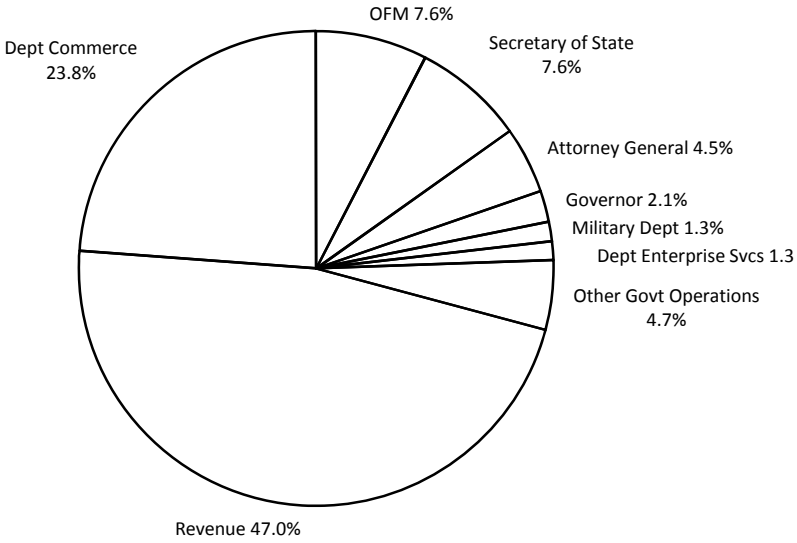
(Dollars in Thousands)

Legislative	153,796
Judicial	267,132
Governmental Operations	***510,107***
Human Services	12,333,779
Natural Resources	308,873
Transportation	80,612
Public Schools	18,156,830
Higher Education	3,525,134
Other Education	347,928
Special Appropriations	2,534,988
Statewide Total	**38,219,179**



Washington State

Revenue	239,909
Dept Commerce	121,265
OFM	38,903
Secretary of State	38,666
Attorney General	23,148
Office of the Governor	10,813
Military Department	6,803
Dept Enterprise Svcs	6,459
Other Govt Operations	24,141
Governmental Operations	***510,107***



Governmental Operations

Office of the Governor

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**10,740**	**4,000**	**14,740**
2015 Supplemental *	-39	0	-39
Total 2013-15 Biennium	**10,701**	**4,000**	**14,701**
2015-17 Maintenance Level	**10,811**	**4,000**	**14,811**
Policy Changes - Other			
1. CTS Rate Adjustment	-2	0	-2
2. Legal Services	1	0	1
3. CTS Central Services	14	0	14
4. DES Central Services	14	0	14
5. Core Financial Systems Replacement	1	0	1
6. Time, Leave and Attendance System	2	0	2
7. Self-Insurance Liability Premium	-1	0	-1
8. Executive Operations Reduction	-370	0	-370
Policy -- Other Total	**-341**	**0**	**-341**
Policy Changes - Comp			
9. State Public Employee Benefits Rate	-15	0	-15
10. General Wage Incr-State Employees	358	0	358
Policy -- Comp Total	**343**	**0**	**343**
Total 2015-17 Biennium	**10,813**	**4,000**	**14,813**
Fiscal Year 2016 Total	5,365	2,000	7,365
Fiscal Year 2017 Total	5,448	2,000	7,448

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

3. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

4. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

5. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

6. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

7. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

8. **Executive Operations Reduction** - Funding for executive operations in the Governor's Office is reduced.

9. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per

Office of the Governor

employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

10. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Office of the Lieutenant Governor

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**1,311**	**95**	**1,406**
2015 Supplemental *	-2	0	-2
Total 2013-15 Biennium	**1,309**	**95**	**1,404**
2015-17 Maintenance Level	**1,417**	**95**	**1,512**
Policy Changes - Other			
1. DES Central Services	4	0	4
2. Staffing Reduction	-202	0	-202
3. IT Upgrade	14	0	14
Policy -- Other Total	**-184**	**0**	**-184**
Policy Changes - Comp			
4. State Public Employee Benefits Rate	-3	0	-3
5. General Wage Incr-State Employees	40	0	40
Policy -- Comp Total	**37**	**0**	**37**
Total 2015-17 Biennium	**1,270**	**95**	**1,365**
Fiscal Year 2016 Total	633	47	680
Fiscal Year 2017 Total	637	48	685

Comments:

1. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

2. **Staffing Reduction** - The Office of the Lieutenant Governor's budget is reduced to reflect the elimination of one vacant position.

3. **IT Upgrade** - Personal computers, laptops, and a printer will be replaced to meet current technology standards.

4. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

5. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Public Disclosure Commission

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**4,128**	**0**	**4,128**
2015 Supplemental *	-2	0	-2
Total 2013-15 Biennium	**4,126**	**0**	**4,126**
2015-17 Maintenance Level	**4,279**	**0**	**4,279**
Policy Changes - Other			
1. Legal Services	16	0	16
2. Office of Chief Information Officer	1	0	1
3. CTS Central Services	1	0	1
4. DES Central Services	6	0	6
5. Core Financial Systems Replacement	1	0	1
6. Time, Leave and Attendance System	1	0	1
7. Self-Insurance Liability Premium	-5	0	-5
8. Information Technology Investment	305	0	305
Policy -- Other Total	**326**	**0**	**326**
Policy Changes - Comp			
9. State Public Employee Benefits Rate	-7	0	-7
10. Nonrep Job Class Specific	36	0	36
11. General Wage Incr-State Employees	113	0	113
Policy -- Comp Total	**142**	**0**	**142**
Total 2015-17 Biennium	**4,747**	**0**	**4,747**
Fiscal Year 2016 Total	2,368	0	2,368
Fiscal Year 2017 Total	2,379	0	2,379

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

3. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

4. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

5. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

6. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

7. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

8. **Information Technology Investment** - Ongoing funding is provided to upgrade in-house information technology by investing in hosted cloud services to improve efficiency and customer services.

9. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education.

Public Disclosure Commission

Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

10. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

11. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Office of the Secretary of State

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**21,253**	**60,937**	**82,190**
2015 Supplemental *	-18	-886	-904
Total 2013-15 Biennium	**21,235**	**60,051**	**81,286**
2015-17 Maintenance Level	**31,848**	**61,853**	**93,701**
Policy Changes - Other			
1. Replace Digital Archives Hardware	0	538	538
2. CTS Rate Adjustment	-4	-8	-12
3. Archives/Records Management	1	1	2
4. Legal Services	6	9	15
5. Office of Chief Information Officer	3	5	8
6. CTS Central Services	12	17	29
7. DES Central Services	47	68	115
8. Core Financial Systems Replacement	4	5	9
9. Time, Leave and Attendance System	7	10	17
10. Suspend Productivity Board	0	-781	-781
11. Eliminate IT Vacancy	-183	0	-183
12. Increase Archives Space	0	810	810
13. Reduce Heritage Center Expenditures	0	-2,400	-2,400
14. Auditor's Fees	0	3,000	3,000
15. Information Technology Academy	1,543	0	1,543
16. Replace HAVA Funds with GFS	3,170	-3,170	0
17. Enhance Charitable Org. Education	0	296	296
18. Replace TVW Capitol Campus Video Eq	1,670	0	1,670
Policy -- Other Total	**6,276**	**-1,600**	**4,676**
Policy Changes - Comp			
19. State Public Employee Benefits Rate	-29	-44	-73
20. WFSE General Government	4	235	239
21. State Represented Emp Benefits Rate	0	-14	-14
22. Nonrep Job Class Specific	62	14	76
23. General Wage Incr-State Employees	505	709	1,214
Policy -- Comp Total	**542**	**900**	**1,442**
Total 2015-17 Biennium	**38,666**	**61,153**	**99,819**
Fiscal Year 2016 Total	25,870	29,714	55,584
Fiscal Year 2017 Total	12,796	31,439	44,235

Comments:

1. **Replace Digital Archives Hardware** - One-time funding is provided to expand the digital archives for the increase in local and state legal and historic electronic records. (Public Records Efficiency, Preservation and Access Account-State, Local Government Archives Account-State)

2. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

3. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

4. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

Office of the Secretary of State

5. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

6. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

7. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

8. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

9. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

10. **Suspend Productivity Board** - Operations of the Productivity Board are suspended for the 2015-17 biennium. (Personnel Service Account-State)

11. **Eliminate IT Vacancy** - Funding is eliminated for a vacant information technology position.

12. **Increase Archives Space** - Additional expenditure authority from the existing fund balance is provided for short-term storage of state records until a permanent solution is available. (Public Records Efficiency, Preservation and Access Account-State)

13. **Reduce Heritage Center Expenditures** - Expenditure authority from the Washington State Heritage Center Account is reduced to reflect lower-than-anticipated revenues. (Washington State Heritage Center Account-State)

14. **Auditor's Fees** - Pursuant to Chapter 28, Laws of 2015, 3rd sp.s. (HB 2195), the surcharge collected by county auditors or recording officers for recording instruments is increased from $2 to $3. This surcharge is deposited into the Washington State Heritage Center Account and managed by the Secretary of State. (Washington State Heritage Center Account-State)

15. **Information Technology Academy** - Funding is provided for the State Library to purchase statewide online access to the Information Technology Academy to allow public access to online courses and learning resources through public libraries.

16. **Replace HAVA Funds with GFS** - Federal funds for the maintenance and operation of the statewide voter registration database ended in the 2013-15 biennium. State funds are provided for ongoing costs to maintain and operate the database. (General Fund-State, Election Account-Federal)

17. **Enhance Charitable Org. Education** - Authority is provided to increase training sessions across the state to charitable organizations and nonprofit boards and staff. (Charitable Organization Education Account-State)

18. **Replace TVW Capitol Campus Video Eq** - Funding is provided to finance the replacement and upgrade of TVW cameras and other video equipment throughout the Capitol campus. Financing costs are expected to be repaid over the next five years.

19. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

20. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

21. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is

Office of the Secretary of State

adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

22. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

23. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Governor's Office of Indian Affairs

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**499**	**0**	**499**
2015 Supplemental *	-1	0	-1
Total 2013-15 Biennium	**498**	**0**	**498**
2015-17 Maintenance Level	**523**	**0**	**523**
Policy Changes - Other			
1. DES Central Services	2	0	2
Policy -- Other Total	**2**	**0**	**2**
Policy Changes - Comp			
2. State Public Employee Benefits Rate	-1	0	-1
3. General Wage Incr-State Employees	13	0	13
Policy -- Comp Total	**12**	**0**	**12**
Total 2015-17 Biennium	**537**	**0**	**537**
Fiscal Year 2016 Total	264	0	264
Fiscal Year 2017 Total	273	0	273

Comments:

1. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

2. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

3. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Washington State Commission on Asian-Pacific-American Affairs

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**418**	**0**	**418**
2015-17 Maintenance Level	**437**	**0**	**437**
Policy Changes - Other			
1. DES Central Services	2	0	2
Policy -- Other Total	**2**	**0**	**2**
Policy Changes - Comp			
2. State Public Employee Benefits Rate	-1	0	-1
3. General Wage Incr-State Employees	12	0	12
Policy -- Comp Total	**11**	**0**	**11**
Total 2015-17 Biennium	**450**	**0**	**450**
Fiscal Year 2016 Total	222	0	222
Fiscal Year 2017 Total	228	0	228

Comments:

1. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

2. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

3. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Office of the State Treasurer

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**14,872**	**14,872**
2015 Supplemental *	0	354	354
Total 2013-15 Biennium	**0**	**15,226**	**15,226**
2015-17 Maintenance Level	**0**	**15,444**	**15,444**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-2	-2
2. Audit Services	0	-1	-1
3. Legal Services	0	28	28
4. Office of Chief Information Officer	0	4	4
5. CTS Central Services	0	15	15
6. DES Central Services	0	9	9
7. Core Financial Systems Replacement	0	2	2
8. Time, Leave and Attendance System	0	4	4
9. Legal Fees	0	400	400
10. ABLE Work Group	0	125	125
11. Financial Advising	0	250	250
Policy -- Other Total	**0**	**834**	**834**
Policy Changes - Comp			
12. State Public Employee Benefits Rate	0	-22	-22
13. Nonrep Job Class Specific	0	6	6
14. General Wage Incr-State Employees	0	491	491
Policy -- Comp Total	**0**	**475**	**475**
Total 2015-17 Biennium	**0**	**16,753**	**16,753**
Fiscal Year 2016 Total	0	8,360	8,360
Fiscal Year 2017 Total	0	8,393	8,393

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Audit Services** - Agency budgets are adjusted to update each agency's allocated share of charges.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

5. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

6. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

7. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

8. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

9. **Legal Fees** - One-time expenditure authority is provided for specialized legal services related to specific and complex

Office of the State Treasurer

litigation. (State Treasurer's Service Account-State)

10. **ABLE Work Group** - Pursuant to Chapter Law 162, Laws of 2015 (2SHB 2063), funding is provided for a work group that will develop a recommendation on implementing the federal Achieving a Better Life Experience (ABLE) Act in Washington. (State Treasurer's Service Account-State)

11. **Financial Advising** - Expenditure authority is provided to support financial and legal advisory work and additional evaluations as directed by the Legislature. (State Treasurer's Service Account-State)

12. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

13. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

14. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Office of the State Auditor

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**1,509**	**74,264**	**75,773**
2015-17 Maintenance Level	**1,531**	**81,334**	**82,865**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-6	-6
2. Legal Services	1	36	37
3. Office of Chief Information Officer	0	3	3
4. CTS Central Services	1	29	30
5. DES Central Services	0	21	21
6. Core Financial Systems Replacement	0	10	10
7. Time, Leave and Attendance System	0	17	17
8. Reduce State Audit Services	0	-492	-492
9. Shift to Performance Audit Account	-1,531	-10,442	-11,973
Policy -- Other Total	**-1,529**	**-10,824**	**-12,353**
Policy Changes - Comp			
10. State Public Employee Benefits Rate	-3	-117	-120
11. Nonrep Job Class Specific	0	20	20
12. General Wage Incr-State Employees	46	2,219	2,265
Policy -- Comp Total	**43**	**2,122**	**2,165**
Total 2015-17 Biennium	**45**	**72,632**	**72,677**
Fiscal Year 2016 Total	14	35,812	35,826
Fiscal Year 2017 Total	31	36,820	36,851

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

3. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

4. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

5. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

6. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

7. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

8. **Reduce State Audit Services** - The State Auditor will reduce accountability audits by approximately 15 percent. (Auditing Services Revolving Account-State)

9. **Shift to Performance Audit Account** - Funding for agency operations is shifted to the Performance Audits of Government Account from the General Fund-State. Funding will be used for audit functions previously funded from the General Fund-State. (General Fund-State, Performance Audits of Government Account-State)

10. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education.

Office of the State Auditor

Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

11. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

12. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Citizens' Commission on Salaries for Elected Officials

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**308**	**0**	**308**
2015-17 Maintenance Level	**321**	**0**	**321**
Policy Changes - Other			
1. DES Central Services	2	0	2
Policy -- Other Total	**2**	**0**	**2**
Policy Changes - Comp			
2. General Wage Incr-State Employees	8	0	8
Policy -- Comp Total	**8**	**0**	**8**
Total 2015-17 Biennium	**331**	**0**	**331**
Fiscal Year 2016 Total	146	0	146
Fiscal Year 2017 Total	185	0	185

Comments:

1. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

2. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Office of the Attorney General

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**21,822**	**222,070**	**243,892**
2015 Supplemental *	0	2,271	2,271
Total 2013-15 Biennium	**21,822**	**224,341**	**246,163**
2015-17 Maintenance Level	**22,697**	**228,628**	**251,325**
Policy Changes - Other			
1. CTS Rate Adjustment	2	12	14
2. Archives/Records Management	1	15	16
3. Office of Chief Information Officer	1	9	10
4. Administrative Hearings	0	1	1
5. CTS Central Services	6	61	67
6. DES Central Services	10	97	107
7. Core Financial Systems Replacement	3	31	34
8. Fleet Program Rate Reduction	0	-2	-2
9. Time, Leave and Attendance System	5	52	57
10. Self-Insurance Liability Premium	-3	-30	-33
11. Child Permanency	0	1,990	1,990
12. Enhanced Sexual Predator Reviews	-230	0	-230
13. Extended Foster Care-Medical	0	14	14
14. Cannabis Patient Protection Act	0	1,196	1,196
15. Increased Legal Services	0	1,296	1,296
16. Oil Transportation Safety	0	182	182
17. Chemical Action Plans	0	71	71
18. Internet Crimes Against Children	0	500	500
19. Lapse - Chemical Action Plans	0	-71	-71
Policy -- Other Total	**-205**	**5,424**	**5,219**
Policy Changes - Comp			
20. State Public Employee Benefits Rate	-27	-355	-382
21. Nonrep Job Class Specific	110	1,779	1,889
22. General Wage Incr-State Employees	573	7,331	7,904
Policy -- Comp Total	**656**	**8,755**	**9,411**
Total 2015-17 Biennium	**23,148**	**242,807**	**265,955**
Fiscal Year 2016 Total	11,408	120,719	132,127
Fiscal Year 2017 Total	11,740	122,088	133,828

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

4. **Administrative Hearings** - Agency budgets are adjusted to update each agency's allocated share of charges.

Office of the Attorney General

5. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

6. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

7. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

8. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

9. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

10. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

11. **Child Permanency** - Authority is provided to the Office of the Attorney General to bill the Department of Social and Health Services for resources to meet current and future parental rights termination caseload demands. Funding will be used to increase staffing to manage an anticipated 50 percent increase in cases referred. (Legal Services Revolving Account-State)

12. **Enhanced Sexual Predator Reviews** - Pursuant to Chapter 278, Laws of 2015 (HB 1059), funding is provided to implement enhanced sexual predator reviews. The Department of Social and Health Services will conduct additional annual reviews of residents in the Special Commitment Center. The Attorney General anticipates lower expenditures for post-commitment litigation.

13. **Extended Foster Care-Medical** - Pursuant to Chapter 240, Laws of 2015 (SSB 5740), additional billing and staffing authority are provided for legal services to the Department of Social and Health Services. Eligibility for Extended Foster Care (EFC) is authorized for youth who are unable to engage in any other qualifying activities for EFC due to a documented medical condition. (Legal Services Revolving Account-State)

14. **Cannabis Patient Protection Act** - Pursuant to Chapter 70, Laws of 2015 (2SSB 5052), additional billing and staffing authority are provided for the implementation of the Cannabis Patient Protection Act. (Legal Services Revolving Fund-State)

15. **Increased Legal Services** - Increased billing authority is provided to the Attorney General for increased legal caseloads for the Health Care Authority, Department of Natural Resources, and University of Washington. (Legal Services Revolving Account-State)

16. **Oil Transportation Safety** - Pursuant to Chapter 274, Laws of 2015 (ESHB 1449), one-time funding is provided for advice and legal services to the Department of Ecology related to the transportation of oil. (Legal Services Revolving Account-State)

17. **Chemical Action Plans** - Pursuant to Engrossed Second Substitute House Bill 1472, Second Substitute Senate Bill 5056, and Substitute Senate Bill 6131 (chemical action plans), ongoing billing authority is provided for advice and legal services to the Department of Ecology related to chemical action plans and alternatives assessments. Note: None of these bills (ESSHB 1472, SSSB 5056, nor SSB 6131) were enacted by July 10, 2015. Therefore, the amounts provided lapse. Please see the lapse item below for more information. (Legal Services Revolving Account-State)

18. **Internet Crimes Against Children** - Pursuant to Chapter 279, Laws of 2015 (2SHB 1281), funding is provided for child advocacy centers and the Washington State Internet Crimes Against Children Task Force (Task Force). The Task Force is made up of local, state, and federal law enforcement agencies working to identify, arrest, and convict individuals who victimize children by way of the Internet. (Child Rescue Fund-State)

19. **Lapse - Chemical Action Plans** - Funding was provided to implement E2SHB 1472 (Chemical Action Plans), 2SSB 5056 (Safer Chemicals/Action Plans), or SSB 6131 (Safer Chemicals). Because none of these bills were enacted by July 10, 2015, the amounts provided lapse.

20. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered

Office of the Attorney General

coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

21. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

22. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Caseload Forecast Council

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**2,490**	**0**	**2,490**
2015 Supplemental *	43	0	43
Total 2013-15 Biennium	**2,533**	**0**	**2,533**
2015-17 Maintenance Level	**2,646**	**0**	**2,646**
Policy Changes - Other			
1. Legal Services	3	0	3
2. CTS Central Services	1	0	1
3. DES Central Services	4	0	4
4. Time, Leave and Attendance System	1	0	1
5. ECEAP Forecasts	110	0	110
Policy -- Other Total	**119**	**0**	**119**
Policy Changes - Comp			
6. State Public Employee Benefits Rate	-4	0	-4
7. General Wage Incr-State Employees	71	0	71
Policy -- Comp Total	**67**	**0**	**67**
Total 2015-17 Biennium	**2,832**	**0**	**2,832**
Fiscal Year 2016 Total	1,378	0	1,378
Fiscal Year 2017 Total	1,454	0	1,454

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

3. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

4. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

5. **ECEAP Forecasts** - Funding is provided for Chapter 128, Laws of 2015 (SSB 5999) which requires the Caseload Forecast Council (CFC) to forecast the number of children eligible for Early Childhood Education and Assistance Program (ECEAP).

6. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

7. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500

Caseload Forecast Council

per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Commerce

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**126,940**	**392,861**	**519,801**
2015 Supplemental *	-339	0	-339
Total 2013-15 Biennium	**126,601**	**392,861**	**519,462**
2015-17 Maintenance Level	**127,993**	**345,239**	**473,232**
Policy Changes - Other			
1. CTS Rate Adjustment	-2	0	-2
2. Legal Services	11	19	30
3. Office of Chief Information Officer	2	1	3
4. CTS Central Services	10	18	28
5. DES Central Services	28	47	75
6. Core Financial Systems Replacement	4	7	11
7. Fleet Program Rate Reduction	-2	-2	-4
8. Time, Leave and Attendance System	11	5	16
9. Eliminate Advanced Planning Grant	-2,500	0	-2,500
10. Reduce Communications and Outreach	-132	0	-132
11. Shift Local Govt Fiscal Note Prog	-643	643	0
12. Eliminate Evergreen Jobs Program	-26	0	-26
13. Shift Family Prosperity Account	-468	468	0
14. Eliminate State Drug Task Forces	-1,275	0	-1,275
15. Reduce Associate Dev Org Funding	-296	0	-296
16. Shift Energy Office Funding	-468	468	0
17. Columbia River Gorge Permitting	160	0	160
18. Deed of Trust Act Workgroup	0	20	20
19. Economic Development Funding	-1,650	1,650	0
20. Forest Product Manufacturing	500	0	500
21. Shift GMA to PWAA	-4,539	4,539	0
22. Program Admin Savings	-1,200	0	-1,200
23. Office of Youth Homelessness	867	0	867
24. Reduce Public Works Administration	0	-300	-300
25. Startup Washington	250	0	250
26. Financial Fraud & ID Theft Program	0	1,677	1,677
27. Ag Labor Skills & Safety Program	1,058	0	1,058
28. Regional Day & Hygiene Cener	100	0	100
29. Industrial/Manufacturing Facilities	22	0	22
30. Trafficking of Persons	94	0	94
31. Trafficking of Persons Training	82	0	82
32. Community Mobilization Grant	200	0	200
33. Long Term Care Ombuds Expansion	350	0	350
34. NW Agriculture Business Center	250	0	250
35. Essential Public Infrastructure	0	500	500
36. Small Business Retirement	524	0	524
37. Supply Chain/Human Trafficking	50	0	50
38. Washington Youth and Families Fund	0	1,000	1,000
39. Lapse - Essential Public Infrastrct	0	-500	-500
Policy -- Other Total	**-8,628**	**10,260**	**1,632**
Policy Changes - Comp			
40. State Public Employee Benefits Rate	-31	-12	-43
41. WFSE General Government	200	610	810
42. State Represented Emp Benefits Rate	-12	-31	-43

Department of Commerce

(Dollars in Thousands)

	NGF-P	Other	Total
43. Nonrep Job Class Specific	32	10	42
44. General Wage Incr-State Employees	688	300	988
Policy -- Comp Total	**877**	**877**	**1,754**
Policy Changes - Transfers			
45. OYH CRCs, Hope Beds, Street Youth	1,023	10,741	11,764
Policy -- Transfer Total	**1,023**	**10,741**	**11,764**
Total 2015-17 Biennium	**121,265**	**367,117**	**488,382**
Fiscal Year 2016 Total	60,162	179,370	239,532
Fiscal Year 2017 Total	61,103	187,747	248,850

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.
2. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.
3. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.
4. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.
5. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.
6. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.
7. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.
8. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.
9. **Eliminate Advanced Planning Grant** - Grants to counties and cities for the costs of preparing an environmental analysis that advances permitting activities around manufacturing sites for aerospace and other key economic growth centers are eliminated.
10. **Reduce Communications and Outreach** - Funding is reduced for Department communications and outreach activities for special events and trade missions.
11. **Shift Local Govt Fiscal Note Prog** - Funding for the Local Government Fiscal Note program is shifted from General Fund-State to the Liquor Excise Tax Account. (General Fund-State, Liquor Excise Tax Account-State)
12. **Eliminate Evergreen Jobs Program** - Funding for the Department's coordination and grant-writing activities with the Evergreen Jobs Initiative is eliminated. The Department's participation in the Evergreen Jobs Leadership Team is not affected.
13. **Shift Family Prosperity Account** - Funding for the Family Prosperity Account is shifted from General Fund-State to the Financial Services Regulation Account. (General Fund-State, Financial Services Regulation Account-State)
14. **Eliminate State Drug Task Forces** - Grants to local law enforcement for multi-jurisdictional state drug task forces are eliminated.
15. **Reduce Associate Dev Org Funding** - Funding for associate development organizations is reduced by 5 percent.
16. **Shift Energy Office Funding** - Funding for the State Energy Policy Office is shifted in FY 2016 from General Fund-State to the Energy Freedom Account. (General Fund-State, Energy Freedom Account-State)

Department of Commerce

17. **Columbia River Gorge Permitting** - A grant is provided to Klickitat county for a land use planner to process an 18 month backlog of permits that have not been processed by the Columbia River Gorge Commission due to lack of funds.

18. **Deed of Trust Act Workgroup** - One-time funding is provided to the Department to convene a workgroup of interested stakeholders to review the state's Deed of Trust Act contained in Title 61 RCW. The workgroup is tasked to review and make recommendations to ensure that the Act remains a workable system for financial institutions, loan servicing companies, trustees, and borrowers. A report on the review and recommendations is due to the Governor and Legislature by December 1, 2015. (Foreclosure Fairness Account-Nonappropriated)

19. **Economic Development Funding** - Funding for economic development programs is shifted on a one-time basis to available excess funds in the Economic Development Strategic Reserve Account. (General Fund-State, Economic Development Strategic Reserve Account-State)

20. **Forest Product Manufacturing** - Funding is provided for grants to local governments, non-profit organizations, and associate development organizations to assist workers and communities adversely impacted by recent closures of timber mills and forest product manufacturing facilities in Mason County. Funds may be used for workforce and economic development activities, including public infrastructure projects that will increase employment opportunities in the county.

21. **Shift GMA to PWAA** - Grants and technical assistance provided to local jurisdictions to update comprehensive growth management plans are shifted from General Fund-State to the Public Works Assistance Account. This includes funding for the Columbia River Gorge Scenic Area grants to Skamania and Clark counties. (General Fund-State, Public Works Assistance Account-State)

22. **Program Admin Savings** - Program administration is reduced for the Department. Savings will be achieved through vacancies, staff reductions or direct charges to non-General Fund-State sources.

23. **Office of Youth Homelessness** - Funding and FTEs are provided to administer the Office of Homeless Youth Prevention and Protection Programs, pursuant to Chapter 69, Laws of 2015 (2SSB 5404).

24. **Reduce Public Works Administration** - Funding for administrative costs of the Public Works Board is reduced. (Public Works Assistance Account-State)

25. **Startup Washington** - Funding is provided to establish the Startup Washington 365 program. This program will provide and manage grants, with local match, for up to two pilot Centers for Entrepreneurial Success; provide businesses and entrepreneurs with technical assistance; create a virtual networking and resource platform that is focused on entrepreneurship, startups and best practices; and expand Global Entrepreneurship Week events statewide.

26. **Financial Fraud & ID Theft Program** - Funding is provided to continue the Financial Fraud and Identity Theft Crimes Investigation and Prosecution Program, extended until 2020 by Chapter 65, Laws of 2015 (HB 1090), and to expand the Central Puget Sound Financial Fraud and Identity Theft Task Force to include Snohomish County. (Financial Fraud and Identity Theft Crimes Investigation and Prosecution Account-State)

27. **Ag Labor Skills & Safety Program** - Funding is provided for the Agricultural Labor Skills and Safety Program established in Chapter 68, Laws of 2015 (SHB 1127); $500,000 per fiscal year must be used for a grant to a community-based organization that will provide workforce skills and safety training to agricultural workers.

28. **Regional Day & Hygiene Cener** - Funding is provided to plan and develop a regional approach in southwest King County to provide day and hygiene shelter services to homeless populations. Services would include laundry, showers, restroom and resource referrals, but would not include overnight operations. The plan will identify appropriate partners and a service model to meet regional needs; evaluate the establishment of a facility or facilities to provide day and hygiene services; and within funds provided, work with existing providers to expand services to provide day and hygiene shelter services.

29. **Industrial/Manufacturing Facilities** - Funding is provided to implement Chapter 9, Laws of 2015 1st sp. s (ESB 5761), which requires counties and cities to report to the Department the 1) number of tax exemption certificates granted; 2) total, type, and value of facilities constructed; 3) family wage jobs resulting from the facilities; and 4) total value of tax exemptions granted by the jurisdiction in that year.

30. **Trafficking of Persons** - Funding is provided to implement Chapter 273, Laws of 2015 (ESSB 5884), which requires the Department to create and operate an information portal regarding human trafficking. The Department must also provide administrative and technical support to the Washington State Task Force on the Trafficking of Persons.

31. **Trafficking of Persons Training** - Funding is provided to implement Chapter 101, Laws of 2015 (SSB 5933), which requires the Department to establish a statewide training program on Washington human trafficking laws for criminal justice personnel and biennially report its effectiveness to the Legislature.

Department of Commerce

32. **Community Mobilization Grant** - Funding is provided for grants to coordinate community efforts for the prevention of alcohol, tobacco, drug use and violence.

33. **Long Term Care Ombuds Expansion** - Additional funding is provided for the Long Term Care Ombuds program.

34. **NW Agriculture Business Center** - Funding is increased for the Northwest Agriculture Business Center, an organization that provides a range of services to assist farmers in converting commodity production into value-added products.

35. **Essential Public Infrastructure** - Funding is provided to implement ESB 5624 (debt guarantee/public infrastructure), which creates a new debt financing program for local government essential public infrastructure. Funding was dependent on the ratification of ESJR 8204 at the November 2015 general election. Because ESJR 8204 was not enacted, the amounts provided lapse.

36. **Small Business Retirement** - Funding is provided for the Department's administrative costs associated with implementing Chapter 296, Laws of 2015 (ESSB 5826).

37. **Supply Chain/Human Trafficking** - Funding is provided to the Department to contract with the University of Washington Women's Center to conduct a study of supply chain policies that protect workers from human trafficking.

38. **Washington Youth and Families Fund** - Additional funding is provided for a grant to the Washington Youth and Families Fund. (Affordable Housing for All Account-State)

39. **Lapse - Essential Public Infrastrct** - Funding provided to implement ESB 5624 (debt guarantee/public infrastructure) was dependent on the ratification of ESJR 8204 at the November 2015 general election. Because ESJR 8204 was not enacted, the amounts provided lapse.

40. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

41. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

42. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

43. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

44. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

45. **OYH CRCs, Hope Beds, Street Youth** - Funding for contracted services for street youth and youth who are in conflict with their families is transferred from the Department of Social and Health Services to the Office of Homeless Youth Prevention and Protection Programs within the Department of Commerce, pursuant to Chapter 69, Laws of 2015 (2SSB 5404). Services

Department of Commerce

include crisis residential centers, secure and semi-secure crisis residential centers, HOPE beds, and outreach to street youth. (Home Security Fund, General Fund-State)

Economic & Revenue Forecast Council

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**1,563**	**50**	**1,613**
2015-17 Maintenance Level	**1,624**	**50**	**1,674**
Policy Changes - Other			
1. DES Central Services	2	0	2
Policy -- Other Total	**2**	**0**	**2**
Policy Changes - Comp			
2. State Public Employee Benefits Rate	-1	0	-1
3. General Wage Incr-State Employees	47	0	47
Policy -- Comp Total	**46**	**0**	**46**
Total 2015-17 Biennium	**1,672**	**50**	**1,722**
Fiscal Year 2016 Total	802	25	827
Fiscal Year 2017 Total	870	25	895

Comments:

1. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

2. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

3. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Office of Financial Management

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**35,481**	**89,783**	**125,264**
2015 Supplemental *	-138	0	-138
Total 2013-15 Biennium	**35,343**	**89,783**	**125,126**
2015-17 Maintenance Level	**40,188**	**87,538**	**127,726**
Policy Changes - Other			
1. CTS Rate Adjustment	-36	-20	-56
2. Legal Services	16	10	26
3. Office of Chief Information Officer	4	3	7
4. CTS Central Services	15	8	23
5. DES Central Services	68	35	103
6. Core Financial Systems Replacement	5	3	8
7. Time, Leave and Attendance System	8	4	12
8. Administrative Efficiencies	-224	0	-224
9. Reduce Aerospace Office Funding	-100	0	-100
10. Results Washington FTE Self-Funded	-120	120	0
11. Business Analyst Cost Recovery	-464	0	-464
12. Transportation Advisor Fund Shift	-160	0	-160
13. State Human Resources Reduction	0	-646	-646
14. Performance Audit Liaison	-306	306	0
15. OCIO Move to Jefferson Building	0	650	650
16. OCIO Vacancy Savings	0	-285	-285
17. OCIO Software Licensing	0	474	474
18. Remove Excess Expenditure Authority	0	-484	-484
19. Early Start Act	50	0	50
20. Outdoor Recreation Policy Advisor	331	0	331
21. Education Research & Data	33	0	33
22. Washington Business One-Stop Portal	0	1,660	1,660
23. Core Financial Systems Replacement	0	2,000	2,000
24. Governor Veto	0	-183	-183
Policy -- Other Total	**-880**	**3,655**	**2,775**
Policy Changes - Comp			
25. State Public Employee Benefits Rate	-37	-33	-70
26. Nonrep Job Class Specific	0	12	12
27. General Wage Incr-State Employees	932	771	1,703
Policy -- Comp Total	**895**	**750**	**1,645**
Policy Changes - Transfers			
28. Transfer JINDEX Program	-1,000	0	-1,000
29. All Payer Claims Database	0	4,115	4,115
30. Transfer Small Agency Services	0	-3,690	-3,690
31. Information TecAlignment Transfer	0	-9,066	-9,066
32. TLA Project - Debt	0	13,799	13,799
33. Transfer LID Payments	-300	0	-300
Policy -- Transfer Total	**-1,300**	**5,158**	**3,858**
Total 2015-17 Biennium	**38,903**	**97,101**	**136,004**

Office of Financial Management

(Dollars in Thousands)

	NGF-P	Other	Total
Fiscal Year 2016 Total	19,280	57,152	76,432
Fiscal Year 2017 Total	19,623	39,949	59,572

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.
2. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.
3. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.
4. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.
5. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.
6. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.
7. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.
8. **Administrative Efficiencies** - Funding is reduced to reflect administrative efficiencies in the Director's Office, including reducing subscriptions, training, and administrative support for six months of each year.
9. **Reduce Aerospace Office Funding** - Funding for the Washington Aerospace partnership is reduced to reflect real expenditures.
10. **Results Washington FTE Self-Funded** - Funding for one FTE in Results Washington is shifted to reflect a projected increase in donations and grants. (General Fund-State, General Fund-Private/Local)
11. **Business Analyst Cost Recovery** - Expenditure authority is reduced to reflect two information technology business analyst positions that will be funded through the enterprise systems fee charged by Consolidated Technology Services. (General Fund-State)
12. **Transportation Advisor Fund Shift** - Funding for one policy advisor is shifted from General Fund-State to the transportation budget. (Motor Vehicle Account-State)
13. **State Human Resources Reduction** - Funding is reduced to reflect the elimination of three vacant positions in the State Human Resources Division. (Personnel Service Account-State)
14. **Performance Audit Liaison** - Funding for the Office of Financial Management's performance audit liaison position is shifted from General Fund-State to the Performance Audits of Government Account. (General Fund-State, Performance Audits of Government Account-State)
15. **OCIO Move to Jefferson Building** - The Office of the Chief Information Officer (OCIO) will move from the General Administration building to the 1500 Jefferson Building. This funding provides expenditure authority for the anticipated increase in lease costs. (Data Processing Revolving Account-State)
16. **OCIO Vacancy Savings** - Funding for two vacant staff positions in the Office of the Chief Information Officer (OCIO) is eliminated. In addition, staff positions in the OCIO funded by General Fund-State in support of the JINDEX program and from the Education Technology Revolving Account in support of the K-20 Network are transferred to the Data Processing Revolving Account. Support for the K-20 Network will remain with the Office of Financial Management. (General Fund-State, Data Processing Revolving Account-State, Education Technology Revolving Account-Nonappropriated)
17. **OCIO Software Licensing** - Funding is provided for the Office of the Chief Information Officer to pay licensing costs for software used to prioritize the state's information technology investments. (Data Processing Revolving Account-State)
18. **Remove Excess Expenditure Authority** - Excess expenditure authority is removed as part of the statewide information technology alignment transfer to Consolidated Technology Services. (Data Processing Revolving Account-Nonappropriated)
19. **Early Start Act** - Funding is provided for the Education Research and Data Center to collect longitudinal, student level data on

Office of Financial Management

children attending a Working Connections Child Care program or an Early Childhood Education and Assistance program consistent with Second Engrossed Second Substitute House Bill 1491(early care and education system).

20. **Outdoor Recreation Policy Advisor** - Ongoing funding is provided to implement Chapter 245, Laws of 2015 (ESSB 5843). The Governor is directed to appoint and maintain a senior policy advisor for outdoor recreation in Washington, subject to the availability of specific funding.

21. **Education Research & Data** - One-time funding is provided to the Education Research and Data Center in Office of Financial Management to match and link data from the Washington Student Achievement Council as required by Chapter 244, 2015 (2SSB 5851).

22. **Washington Business One-Stop Portal** - The Office of the Chief Information Officer will continue implementation of the business one-stop portal that will provide a single, online resource for small businesses to interact with state government. (Data Processing Revolving Account-Nonappropriated)

23. **Core Financial Systems Replacement** - Funding is provided for planning efforts to replace the state's core financial systems. This phase of the project will start the process of replacing the state's procurement system and will begin the business process redesign work to prepare for full replacement of the enterprise resource planning (ERP) system. This funding will also be used to develop the plan and cost estimates for full ERP replacement in subsequent biennia. (Statewide Information Technology System Development Revolving Account-State)

24. **Governor Veto** - Amounts provided from the Data Processing Revolving Account are vetoed by the Governor to reflect the elimination of the account pursuant to Chapter 1, Laws of 2015, 3rd sp. s. (2SSB 5315). (Data Processing Revolving Account-State)

25. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

26. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

27. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

28. **Transfer JINDEX Program** - Funding for the Justice Information Network Data Exchange (JINDEX) is transferred from the Office of Financial Management to the Washington State Patrol. (General Fund-State)

29. **All Payer Claims Database** - Funding is transferred to the Office of Financial Management under Chapter 246, Laws of 2015 (ESSB 5084) for support of All Payer Claims Database activities. Funds transferred are from the Health Care Authority's Innovation Award received from the Centers for Medicare and Medicare Services for the Healthier Washington plan. (General Fund-Federal)

30. **Transfer Small Agency Services** - Funding and full-time equivalent staff authority for small agency client services is transferred from OFM to the Department of Enterprise Services. (Enterprise Services Account-Nonappropriated)

31. **Information TecAlignment Transfer** - All funding for the Office of the Chief Information Officer is transferred to Consolidated Technology Services as part of the statewide information technology alignment, pursuant to Second Substitute Senate Bill 5315 (aligning CTS, CIO, OFM, DES) and Second Substitute House Bill 1391 (aligning CTS, OCIO, and DES). (Data Processing Revolving Account-State, Data Processing Revolving Account-Nonappropriated)

32. **TLA Project - Debt** - The Office of Financial Management will pre-pay the remaining certificate of participation amount for the Time, Leave, and Attendance project, which will be discontinued. (Statewide Information Technology System Development Revolving Account-State)

Office of Financial Management

33. **Transfer LID Payments** - OFM pays assessments against state-owned lands charged to the Washington State Patrol (WSP) and the Washington State Parks and Recreation Commission (PARKS) by local improvement districts. Funding to pay these assessments is removed from OFM's budget and added to WSP and PARKS.

Office of Administrative Hearings

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**38,061**	**38,061**
2015 Supplemental *	0	1,163	1,163
Total 2013-15 Biennium	**0**	**39,224**	**39,224**
2015-17 Maintenance Level	**0**	**35,882**	**35,882**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-10	-10
2. Legal Services	0	7	7
3. CTS Central Services	0	21	21
4. DES Central Services	0	19	19
5. Core Financial Systems Replacement	0	6	6
6. Withdrawal from DES Small Agy Svcs	0	460	460
7. Time, Leave and Attendance System	0	10	10
8. Self-Insurance Liability Premium	0	-5	-5
9. Due Process for Adult Family Homes	0	230	230
10. Cannabis Patient Protection Act	0	234	234
11. Mail ESD Hearing Notices	0	164	164
Policy -- Other Total	**0**	**1,136**	**1,136**
Policy Changes - Comp			
12. State Public Employee Benefits Rate	0	-55	-55
13. WFSE General Government	0	201	201
14. State Represented Emp Benefits Rate	0	-3	-3
15. Nonrep Job Class Specific	0	179	179
16. General Wage Incr-State Employees	0	1,168	1,168
Policy -- Comp Total	**0**	**1,490**	**1,490**
Total 2015-17 Biennium	**0**	**38,508**	**38,508**
Fiscal Year 2016 Total	0	19,127	19,127
Fiscal Year 2017 Total	0	19,381	19,381

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

3. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

4. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

5. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

6. **Withdrawal from DES Small Agy Svcs** - The agency is no longer a subscriber of Small Agency Financial Services at the Department of Enterprise Services. Expenditure authority previously allocated through the central services model is returned to the agency's base budget to manage its back office financial functions. (Administrative Hearings Revolving Account-State)

Office of Administrative Hearings

7. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

8. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

9. **Due Process for Adult Family Homes** - Pursuant to Chapter 266, Laws of 2015 (SSB 5877), expenditure authority is provided for costs associated with increased hearings for adult family home providers. (Administrative Hearings Revolving Account-State)

10. **Cannabis Patient Protection Act** - Pursuant to Chapter 70, Laws of 2015 (2SSB 5052), additional expenditure authority is provided for the implementation of the Cannabis Patient Protection Act and the associated increase in administrative hearings. (Administrative Hearings Revolving Fund-State)

11. **Mail ESD Hearing Notices** - The Employment Security Department mails appeals hearing notices to unemployment insurance clients. Funding for this activity is shifted to the Office of Administrative Hearings, where the hearings are held. (Administrative Hearings Revolving Account-State)

12. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

13. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

14. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

15. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

16. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

State Lottery Commission

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**810,427**	**810,427**
2015-17 Maintenance Level	**0**	**958,815**	**958,815**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-6	-6
2. Archives/Records Management	0	1	1
3. Legal Services	0	4	4
4. Office of Chief Information Officer	0	4	4
5. CTS Central Services	0	19	19
6. DES Central Services	0	16	16
7. Core Financial Systems Replacement	0	5	5
8. Fleet Program Rate Reduction	0	-20	-20
9. Time, Leave and Attendance System	0	8	8
10. Self-Insurance Liability Premium	0	-6	-6
11. Advertising Reduction	0	-2,000	-2,000
12. Adjust Retailer Commissions	0	-12,000	-12,000
13. Gaming Vendor Contract	0	690	690
Policy -- Other Total	**0**	**-13,285**	**-13,285**
Policy Changes - Comp			
14. State Public Employee Benefits Rate	0	-32	-32
15. WFSE General Government	0	293	293
16. State Represented Emp Benefits Rate	0	-11	-11
17. Nonrep Job Class Specific	0	26	26
18. General Wage Incr-State Employees	0	567	567
Policy -- Comp Total	**0**	**843**	**843**
Total 2015-17 Biennium	**0**	**946,373**	**946,373**
Fiscal Year 2016 Total	0	468,991	468,991
Fiscal Year 2017 Total	0	477,382	477,382

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

5. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

6. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

7. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

State Lottery Commission

8. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

9. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

10. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

11. **Advertising Reduction** - Funding is reduced for state lottery advertising expenses. (State Lottery Account-Nonappropriated, Shared Game Lottery Account-Nonappropriated)

12. **Adjust Retailer Commissions** - The Commission is directed to adjust lottery retail sales commissions from an average 6.1 percent of sales to 5.1 percent of sales to generate additional funds to the Opportunity Pathways Account-State, which supports higher education spending. (State Lottery Account-Nonappropriated, Shared Game Lottery Account-Nonappropriated)

13. **Gaming Vendor Contract** - One-time funding is provided to continue temporary project staff and other resources to facilitate the replacement of the Lottery's gaming systems vendor contract. The current contract expires June 30, 2016. (Lottery Administrative Account-State)

14. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

15. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

16. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

17. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

18. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Washington State Gambling Commission

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**29,969**	**29,969**
2015-17 Maintenance Level	**0**	**28,747**	**28,747**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-2	-2
2. Archives/Records Management	0	1	1
3. Legal Services	0	33	33
4. Office of Chief Information Officer	0	2	2
5. Administrative Hearings	0	4	4
6. CTS Central Services	0	19	19
7. DES Central Services	0	8	8
8. Core Financial Systems Replacement	0	5	5
9. Time, Leave and Attendance System	0	8	8
10. Self-Insurance Liability Premium	0	-6	-6
11. Gambling Law Enforcement Staff	0	1,000	1,000
Policy -- Other Total	**0**	**1,072**	**1,072**
Policy Changes - Comp			
12. State Public Employee Benefits Rate	0	-44	-44
13. Nonrep Job Class Specific	0	10	10
14. General Wage Incr-State Employees	0	763	763
Policy -- Comp Total	**0**	**729**	**729**
Total 2015-17 Biennium	**0**	**30,548**	**30,548**
Fiscal Year 2016 Total	0	15,140	15,140
Fiscal Year 2017 Total	0	15,408	15,408

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

5. **Administrative Hearings** - Agency budgets are adjusted to update each agency's allocated share of charges.

6. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

7. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

8. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

9. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

Washington State Gambling Commission

10. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

11. **Gambling Law Enforcement Staff** - Pursuant to Chapter 31, Laws of 2015 (SSB 5681), State Lottery Account funds are authorized to support the Washington State Gambling Commission's gambling regulations and law enforcement programs. (Gambling Revolving Fund-Nonappropriated)

12. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

13. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

14. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Washington State Commission on Hispanic Affairs

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**473**	**0**	**473**
2015-17 Maintenance Level	**493**	**0**	**493**
Policy Changes - Other			
1. DES Central Services	2	0	2
Policy -- Other Total	**2**	**0**	**2**
Policy Changes - Comp			
2. State Public Employee Benefits Rate	-1	0	-1
3. General Wage Incr-State Employees	11	0	11
Policy -- Comp Total	**10**	**0**	**10**
Total 2015-17 Biennium	**505**	**0**	**505**
Fiscal Year 2016 Total	248	0	248
Fiscal Year 2017 Total	257	0	257

Comments:

1. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

2. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

3. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Washington State Commission on African-American Affairs

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**471**	**0**	**471**
2015-17 Maintenance Level	**489**	**0**	**489**
Policy Changes - Other			
1. DES Central Services	2	0	2
Policy -- Other Total	**2**	**0**	**2**
Policy Changes - Comp			
2. State Public Employee Benefits Rate	-1	0	-1
3. General Wage Incr-State Employees	12	0	12
Policy -- Comp Total	**11**	**0**	**11**
Total 2015-17 Biennium	**502**	**0**	**502**
Fiscal Year 2016 Total	250	0	250
Fiscal Year 2017 Total	252	0	252

Comments:

1. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

2. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

3. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Retirement Systems

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**57,149**	**57,149**
2015 Supplemental *	0	260	260
Total 2013-15 Biennium	**0**	**57,409**	**57,409**
2015-17 Maintenance Level	**0**	**55,363**	**55,363**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-32	-32
2. Archives/Records Management	0	3	3
3. Legal Services	0	4	4
4. Office of Chief Information Officer	0	14	14
5. CTS Central Services	0	25	25
6. DES Central Services	0	12	12
7. Core Financial Systems Replacement	0	7	7
8. Fleet Program Rate Reduction	0	-2	-2
9. Time, Leave and Attendance System	0	14	14
10. Self-Insurance Liability Premium	0	-1	-1
11. SB 5210 - WSPRS Annuities	0	98	98
12. Upgrade Employer Reporting System	0	4,844	4,844
13. Audits to Comply with GASB	0	535	535
Policy -- Other Total	**0**	**5,521**	**5,521**
Policy Changes - Comp			
14. State Public Employee Benefits Rate	0	-81	-81
15. Nonrep Job Class Specific	0	55	55
16. General Wage Incr-State Employees	0	1,361	1,361
17. Public Safety Death Benefits	0	25	25
Policy -- Comp Total	**0**	**1,360**	**1,360**
Total 2015-17 Biennium	**0**	**62,244**	**62,244**
Fiscal Year 2016 Total	0	31,163	31,163
Fiscal Year 2017 Total	0	31,081	31,081

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

5. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

6. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

Department of Retirement Systems

7. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

8. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

9. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

10. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

11. **SB 5210 - WSPRS Annuities** - Funding is provided for Chapter 111, Laws of 2015 (SB 5210) which permits Washington State Patrol Retirement System members to purchase an additional life annuity at the time of retirement. (Department of Retirement Systems Expense Account - State)

12. **Upgrade Employer Reporting System** - Funding is provided for an upgrade to the Department of Retirement Systems' (DRS) Employer Information System (EIS). (Department of Retirement Systems Expense Account-State, Deferred Compensation Account-Nonappropriated)

13. **Audits to Comply with GASB** - Funding is provided for the production of financial statements that comply with standards issued by the Governmental Accounting Standards Board (GASB) and with audit recommendations from the American Institute of Certified Public Accountants, allowing state retirement system employers to recognize their proportionate share of the net pension liability. (Department of Retirement Systems Expense Account-State)

14. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

15. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

16. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

17. **Public Safety Death Benefits** - Funding is provided for administrative costs associated with implementing Chapter 78, Laws of 2015 (SHB 1194), providing additional retirement benefits following the remarriage of the spouse of a member of the Law Enforcement Officers' and Fire Fighters' Retirement System Plan 2 or the Washington State Patrol Retirement System Plan 2 that was killed in the line of duty. (Department of Retirement Systems Expense Account-State)

Department of Revenue

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**213,626**	**38,662**	**252,288**
2015 Supplemental *	-650	-500	-1,150
Total 2013-15 Biennium	**212,976**	**38,162**	**251,138**
2015-17 Maintenance Level	**219,167**	**27,856**	**247,023**
Policy Changes - Other			
1. CTS Rate Adjustment	2	0	2
2. Archives/Records Management	2	0	2
3. Audit Services	-1	0	-1
4. Legal Services	238	29	267
5. Office of Chief Information Officer	37	4	41
6. CTS Central Services	66	9	75
7. DES Central Services	259	32	291
8. Core Financial Systems Replacement	33	4	37
9. Fleet Program Rate Reduction	-6	0	-6
10. Time, Leave and Attendance System	57	7	64
11. Self-Insurance Liability Premium	-8	0	-8
12. Reduce IT Services	-240	0	-240
13. Increase Electronic Communications	-430	0	-430
14. Program Changes	-442	0	-442
15. Financial Services Support	-5,000	5,000	0
16. Tax & Licensing System Replacement	11,481	11,481	22,962
17. Headquarters Office Relocation	880	220	1,100
18. Enhance Field Office Security	392	0	392
19. Revenue Legislation	5,278	0	5,278
20. Senior Prop Tax Exemption	1,069	0	1,069
Policy -- Other Total	**13,667**	**16,786**	**30,453**
Policy Changes - Comp			
21. State Public Employee Benefits Rate	-70	-4	-74
22. State Represented Emp Benefits Rate	-260	-30	-290
23. Nonrep Job Class Specific	94	18	112
24. WPEA General Government	5,754	460	6,214
25. General Wage Incr-State Employees	1,557	144	1,701
Policy -- Comp Total	**7,075**	**588**	**7,663**
Total 2015-17 Biennium	**239,909**	**45,230**	**285,139**
Fiscal Year 2016 Total	119,358	22,630	141,988
Fiscal Year 2017 Total	120,551	22,600	143,151

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.
2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.
3. **Audit Services** - Agency budgets are adjusted to update each agency's allocated share of charges.
4. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

Department of Revenue

5. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

6. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

7. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

8. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

9. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

10. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

11. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

12. **Reduce IT Services** - The Department currently contracts for information technology services to provide support for technology issues that may arise with third party software. Funding is reduced for these contract services.

13. **Increase Electronic Communications** - The Department will generate savings by issuing up to 60 percent of their tax assessments electronically by eliminating printing and mailing forms and notices to electronic filers.

14. **Program Changes** - The Department will reduce funding as a result of not collecting unpaid wages for the Department of Labor and Industries. Department of Labor and Industries will continue to collect unpaid wages.

15. **Financial Services Support** - One-time General Fund-State support is shifted to the financial services account. (General Fund-State, Financial Services Account-State)

16. **Tax & Licensing System Replacement** - Funding is provided for Certificate of Participation (COP) financing to complete the next phase of the tax and licensing system. (General Fund-State, Business License Account-State)

17. **Headquarters Office Relocation** - One-time funding is provided for the costs of moving headquarters staff to an energy-efficient building near other Department staff. (General Fund-State, Timber Tax Distribution Account-State)

18. **Enhance Field Office Security** - Funding is provided to maintain current security measures implemented in the 2013-15 biennium due to increased tax collections paid with cash.

19. **Revenue Legislation** - Funding is provided for the implementation of Chapter 6, Laws of 2015, 3rd sp.s. (ESSB 6057) and Chapter 5, Laws of 2015, 3rd sp.s. (ESSB 6138), which contain a broad array of tax policy measures.

20. **Senior Prop Tax Exemption** - Funding is provided for the implementation of Chapter 30, Laws of 2015, 3rd sp.s. (SSB 5186), which increases eligibility for the retired persons property tax exemption.

21. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

22. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered

Department of Revenue

coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

23. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

24. **WPEA General Government** - Funding is provided for the collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; and an additional in-service day for the Washington State School for the Blind and Center for Childhood Deafness and Hearing Loss. (General Fund-State, Various Other Accounts)

25. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Board of Tax Appeals

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**2,377**	**0**	**2,377**
2015 Supplemental *	9	0	9
Total 2013-15 Biennium	**2,386**	**0**	**2,386**
2015-17 Maintenance Level	**2,460**	**0**	**2,460**
Policy Changes - Other			
1. DES Central Services	4	0	4
2. Time, Leave and Attendance System	1	0	1
Policy -- Other Total	**5**	**0**	**5**
Policy Changes - Comp			
3. State Public Employee Benefits Rate	-3	0	-3
4. Nonrep Job Class Specific	20	0	20
5. General Wage Incr-State Employees	73	0	73
Policy -- Comp Total	**90**	**0**	**90**
Total 2015-17 Biennium	**2,555**	**0**	**2,555**
Fiscal Year 2016 Total	1,269	0	1,269
Fiscal Year 2017 Total	1,286	0	1,286

Comments:

1. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

2. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

3. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

4. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

5. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Office of Minority & Women's Business Enterprises

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**3,999**	**3,999**
2015-17 Maintenance Level	**0**	**3,843**	**3,843**
Policy Changes - Other			
1. Legal Services	0	14	14
2. Administrative Hearings	0	3	3
3. CTS Central Services	0	1	1
4. DES Central Services	0	15	15
5. Core Financial Systems Replacement	0	1	1
6. Time, Leave and Attendance System	0	1	1
7. Self-Insurance Liability Premium	0	-4	-4
8. Federal Certification Program	0	508	508
9. Move to Capital Court	0	180	180
Policy -- Other Total	**0**	**719**	**719**
Policy Changes - Comp			
10. State Public Employee Benefits Rate	0	-1	-1
11. WFSE General Government	0	129	129
12. State Represented Emp Benefits Rate	0	-4	-4
13. General Wage Incr-State Employees	0	44	44
Policy -- Comp Total	**0**	**168**	**168**
Total 2015-17 Biennium	**0**	**4,730**	**4,730**
Fiscal Year 2016 Total	0	2,313	2,313
Fiscal Year 2017 Total	0	2,417	2,417

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **Administrative Hearings** - Agency budgets are adjusted to update each agency's allocated share of charges.

3. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

4. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

5. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

6. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

7. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

8. **Federal Certification Program** - Funding is provided for the Office to expand the federal Disadvantaged Business Enterprise (DBE) certification program. OMWBE will expand outreach to businesses owned by women and minorities, process applications for businesses applying for federal DBE certification, and investigate businesses for allegations of improper behavior. Funding for this item derives from a fee charged for using the federal certification database. (OMWBE Enterprises Account-State)

9. **Move to Capital Court** - Funding is provided for costs associated with OMWBE relocating its office space from the General Administration building to Capital Court. One-time appropriations include money for moving costs, data wiring,

Office of Minority & Women's Business Enterprises

water installation, business cards, cardkeys, moving and setup of copy machines, new workstations, and ongoing funding for the biennial lease differential. (OMWBE Enterprises Account-State)

10. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

11. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

12. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

13. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Office of the Insurance Commissioner

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**527**	**54,809**	**55,336**
2015-17 Maintenance Level	**527**	**55,669**	**56,196**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-2	-2
2. Archives/Records Management	0	1	1
3. Legal Services	0	37	37
4. Office of Chief Information Officer	0	6	6
5. Administrative Hearings	0	1	1
6. CTS Central Services	0	24	24
7. DES Central Services	0	16	16
8. Core Financial Systems Replacement	0	7	7
9. Time, Leave and Attendance System	0	13	13
10. Self-Insurance Liability Premium	0	-13	-13
11. Access to Healthcare Providers	0	398	398
12. Credit for reinsurance	0	129	129
13. Insurance Fraud	0	528	528
14. Insurance company holding act	0	272	272
15. Insurer Risk Management	0	168	168
16. Group Benefit Plans	0	25	25
Policy -- Other Total	**0**	**1,610**	**1,610**
Policy Changes - Comp			
17. State Public Employee Benefits Rate	0	-23	-23
18. WFSE General Government	0	1,144	1,144
19. State Represented Emp Benefits Rate	0	-51	-51
20. Nonrep Job Class Specific	0	64	64
21. General Wage Incr-State Employees	0	574	574
Policy -- Comp Total	**0**	**1,708**	**1,708**
Total 2015-17 Biennium	**527**	**58,987**	**59,514**
Fiscal Year 2016 Total	300	29,075	29,375
Fiscal Year 2017 Total	227	29,912	30,139

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

5. **Administrative Hearings** - Agency budgets are adjusted to update each agency's allocated share of charges.

6. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

7. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small

Office of the Insurance Commissioner

agency financial services.

8. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

9. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

10. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

11. **Access to Healthcare Providers** - Funding is provided to add two positions to address the additional workload for the regulatory review of health care provider networks.

12. **Credit for reinsurance** - Funding is provided to cover the costs associated with Chapter 63, Laws of 2015 (HB 1077). The bill adopts the model National Association of Insurance Commissioners law to expand the circumstances under which credit for reinsurance is allowed. Requires the Office to review submitted licenses.

13. **Insurance Fraud** - Funding is provided to add one detective, one investigator, and one research analyst to supplement the work of the agency's criminal and civil fraud units.

14. **Insurance company holding act** - Funding is provided to cover the costs associated with Chapter 122, Laws of 2015 (SB 5717). The bill adopts the National Association of Insurance Commissioners model act to govern insurance holding companies. Requires OIC to perform ongoing analysis of Enterprise Risk Reports.

15. **Insurer Risk Management** - Funding is provided to cover the costs associated with Chapter 17, Laws of 2015 (HB 1172). The bill implements the model act requiring insurers to complete an Own Risk Assessment report and submit it to OIC.

16. **Group Benefit Plans** - One-time funding is provided to cover the rulemaking costs associated with Chapter 19, Laws of 2015 (SSB 5023). The bill requires rates and forms of all large group health plans and dental/vision plans to be filed with the OIC before sale.

17. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

18. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

19. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

20. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

21. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500

Office of the Insurance Commissioner

per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

State Investment Board

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**35,967**	**35,967**
2015-17 Maintenance Level	**0**	**38,011**	**38,011**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-2	-2
2. Audit Services	0	-1	-1
3. Legal Services	0	35	35
4. Office of Chief Information Officer	0	2	2
5. CTS Central Services	0	17	17
6. DES Central Services	0	4	4
7. Core Financial Systems Replacement	0	3	3
8. Time, Leave and Attendance System	0	5	5
9. Public Equity Investment Strategies	0	723	723
10. Investment Compliance Staff	0	515	515
Policy -- Other Total	**0**	**1,301**	**1,301**
Policy Changes - Comp			
11. State Public Employee Benefits Rate	0	-30	-30
12. Nonrep Job Class Specific	0	20	20
13. General Wage Incr-State Employees	0	1,086	1,086
14. Investment Officer Compensation	0	2,064	2,064
Policy -- Comp Total	**0**	**3,140**	**3,140**
Total 2015-17 Biennium	**0**	**42,452**	**42,452**
Fiscal Year 2016 Total	0	20,787	20,787
Fiscal Year 2017 Total	0	21,665	21,665

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Audit Services** - Agency budgets are adjusted to update each agency's allocated share of charges.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

5. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

6. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

7. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

8. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

9. **Public Equity Investment Strategies** - Funding is provided to enable the Washington State Investment Board's (WSIB) Public Equity Unit to to improve and institutionalize manager monitoring and to pursue new investment strategies. (Washington State Investment Board Administrative Account-State)

State Investment Board

10. **Investment Compliance Staff** - Funding is provided for the WSIB to hire an investment officer, enabling the Risk and Compliance Unit to build a back-office review monitoring program. (Washington State Investment Board Administrative Account-State)

11. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

12. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

13. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

14. **Investment Officer Compensation** - Funding is provided for the Washington State Investment Board (WSIB) to recruit and retain highly skilled investment officers. (Washington State Investment Board Administrative Account-State)

Washington State Liquor and Cannabis Board

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**66,470**	**66,470**
2015 Supplemental *	0	4,424	4,424
Total 2013-15 Biennium	**0**	**70,894**	**70,894**
2015-17 Maintenance Level	**0**	**76,303**	**76,303**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-8	-8
2. Archives/Records Management	0	5	5
3. Audit Services	0	-1	-1
4. Legal Services	0	118	118
5. Office of Chief Information Officer	0	6	6
6. Administrative Hearings	0	4	4
7. CTS Central Services	0	27	27
8. DES Central Services	0	15	15
9. Core Financial Systems Replacement	0	9	9
10. Fleet Program Rate Reduction	0	-36	-36
11. Time, Leave and Attendance System	0	16	16
12. Self-Insurance Liability Premium	0	-61	-61
13. Eliminate Vacancies	0	-1,606	-1,606
14. Reduce IT Funding	0	-1,487	-1,487
15. Reduce Administrative Expenditures	0	-1,753	-1,753
16. Beer and Cider Grocery Stores	0	376	376
17. Cannabis Law and Policy Project	0	185	185
18. Cannabis Related Legislation	0	5,001	5,001
19. Maintain Traceability System	0	460	460
20. Tobacco Enforcement	0	2,641	2,641
Policy -- Other Total	**0**	**3,911**	**3,911**
Policy Changes - Comp			
21. State Public Employee Benefits Rate	0	-28	-28
22. WFSE General Government	0	1,404	1,404
23. State Represented Emp Benefits Rate	0	-63	-63
24. Nonrep Job Class Specific	0	40	40
25. WPEA General Government	0	500	500
26. The Coalition of Unions Agreement	0	319	319
27. General Wage Incr-State Employees	0	539	539
Policy -- Comp Total	**0**	**2,711**	**2,711**
Total 2015-17 Biennium	**0**	**82,925**	**82,925**
Fiscal Year 2016 Total	0	42,230	42,230
Fiscal Year 2017 Total	0	40,695	40,695

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies. (Dedicated Marijuana Account-State, Liquor Revolving Account-State)

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office. (Dedicated Marijuana Account-State, Liquor Revolving Account-State)

Washington State Liquor and Cannabis Board

3. **Audit Services** - Agency budgets are adjusted to update each agency's allocated share of charges. (Liquor Revolving Account-State)
4. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.
5. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation. (Dedicated Marijuana Account-State, Liquor Revolving Account-State)
6. **Administrative Hearings** - Agency budgets are adjusted to update each agency's allocated share of charges. (Dedicated Marijuana Account-State, Liquor Revolving Account-State)
7. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs. (Dedicated Marijuana Account-State, Liquor Revolving Account-State)
8. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services. (Dedicated Marijuana Account-State, Liquor Revolving Account-State)
9. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project. (Dedicated Marijuana Account-State, Liquor Revolving Account-State)
10. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program. (Dedicated Marijuana Account-State, Liquor Revolving Account-State)
11. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.
12. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium. (Dedicated Marijuana Account-State, Liquor Revolving Account-State)
13. **Eliminate Vacancies** - Funding is reduced to reflect the elimination of five vacant FTE staff positions. (Liquor Revolving Account-State)
14. **Reduce IT Funding** - Funding is reduced for expenditures related to information technology goods and services, including, but not limited to, reducing subscriptions and software fees that are no longer needed. (Liquor Revolving Account-State)
15. **Reduce Administrative Expenditures** - Funding is reduced to reflect savings associated with expenditures including eliminating positions and agency motor pool vehicles and reducing training and other administrative costs. (Liquor Revolving Account-State)
16. **Beer and Cider Grocery Stores** - Funding is provided for the implementation of Chapter 192, Laws of 2015 (SSB 5280) which allows the sale of beer and cider in growlers in certain stores. (Liquor Revolving Account-State)
17. **Cannabis Law and Policy Project** - Funding is provided for the Liquor and Cannabis Board to contract with the cannabis law and policy project at the University of Washington Law School to do policy research on contracted areas of marijuana policy. (Dedicated Marijuana Account-State)
18. **Cannabis Related Legislation** - Funding is provided for the implementation of Chapter 70, Laws of 2015, Partial Veto, (2SSB 5052) which addresses the medical marijuana industry and Chapter 4, Laws of 2015, 2nd sp.s., (2E2SHB 2136) which makes changes to the taxation of marijuana and other market reforms. (Dedicated Marijuana Account-State)
19. **Maintain Traceability System** - Additional funding is provided to maintain and pay for license costs related to the Marijuana Seed-To-Sale Traceability System. (Dedicated Marijuana Account-State)
20. **Tobacco Enforcement** - Funding is provided for the Liquor and Cannabis Board to add 12 enforcement officers to reduce the amount of smuggled, contraband, and otherwise untaxed cigarette and tobacco products. This funding is expected to generate an additional $5 million in FY 2016 and $20 million in FY 2017 in cigarette and other tobacco taxes. (Liquor Revolving Account-State)
21. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered

Washington State Liquor and Cannabis Board

coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

22. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

23. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

24. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

25. **WPEA General Government** - Funding is provided for the collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; and an additional in-service day for the Washington State School for the Blind and Center for Childhood Deafness and Hearing Loss. (General Fund-State, Various Other Accounts)

26. **The Coalition of Unions Agreement** - Funding is provided for the collective bargaining agreement with The Coalition of Unions, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; annual payments for physicians and psychiatrists with board certifications; and salary adjustments for targeted classifications. (General Fund-State, Various Other Accounts)

27. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Utilities and Transportation Commission

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**52,553**	**52,553**
2015 Supplemental *	0	720	720
Total 2013-15 Biennium	**0**	**53,273**	**53,273**
2015-17 Maintenance Level	**0**	**59,736**	**59,736**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-4	-4
2. Archives/Records Management	0	1	1
3. Legal Services	0	203	203
4. Office of Chief Information Officer	0	3	3
5. CTS Central Services	0	21	21
6. DES Central Services	0	8	8
7. Core Financial Systems Replacement	0	5	5
8. Fleet Program Rate Reduction	0	-4	-4
9. Time, Leave and Attendance System	0	9	9
10. Federal Funding Rate Increase	0	960	960
11. Utility Damage Prevention Awareness	0	-1,250	-1,250
12. Additional Staffing	0	475	475
13. Recruitment and Retention	0	300	300
14. Seattle Office	0	150	150
15. Current Lease Increase	0	329	329
16. Retirement Buyouts	0	200	200
17. Oil by Rail Safety	0	2,849	2,849
18. EFSEC Study Modular Reactors	176	0	176
Policy -- Other Total	**176**	**4,255**	**4,431**
Policy Changes - Comp			
19. State Public Employee Benefits Rate	0	-17	-17
20. WFSE General Government	0	904	904
21. State Represented Emp Benefits Rate	0	-32	-32
22. General Wage Incr-State Employees	0	456	456
Policy -- Comp Total	**0**	**1,311**	**1,311**
Total 2015-17 Biennium	**176**	**65,302**	**65,478**
Fiscal Year 2016 Total	176	32,394	32,570
Fiscal Year 2017 Total	0	32,908	32,908

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

5. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

Utilities and Transportation Commission

6. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

7. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

8. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

9. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

10. **Federal Funding Rate Increase** - Increased expenditure authority is provided to reflect an increase in federal funding for state pipeline safety programs. (Pipeline Safety Account-Federal)

11. **Utility Damage Prevention Awareness** - The Utilities and Transportation Commission had a one-time expenditure from the Pipeline Safety Account for a campaign to increase awareness and use of the 811 one-call utility location service to protect Washington residents, infrastructure and property. These surplus penalties have been spent and the agency no longer needs the appropriation authority. (Pipeline Safety Account-State)

12. **Additional Staffing** - Increased expenditure authority is provided to hire two additional Regulatory Analysts. (Public Service Revolving Account-State)

13. **Recruitment and Retention** - Increased expenditure authority is provided to increase the salaries of 47 existing FTEs on a performance basis, ranging from 1 percent to 2 percent, but not to exceed 2.5 percent. If performance goals are not met, there will be no increase. (Public Service Revolving Account-State)

14. **Seattle Office** - Increased expenditure authority is provided to maintain the Seattle office, including $58,800/year for rent and $16,200/year to cover equipment and supplies. (Public Service Revolving Account-State)

15. **Current Lease Increase** - Increased expenditure authority is provided to cover costs associated with an anticipated $6 per square foot lease increase, beginning July 2016. (Public Service Revolving Account-State)

16. **Retirement Buyouts** - Increased expenditure authority is provided for retirement buyouts of 4 FTEs per year at $25,000 per buyout. (Public Service Revolving Account-State)

17. **Oil by Rail Safety** - Pursuant to Chapter 274, Laws of 2015 (ESHB 1449), expenditure authority and additional staff are provided to increase grade crossing inspections and adopt rules for private grade crossings. (Public Service Revolving Account-State)

18. **EFSEC Study Modular Reactors** - One-time funding is provided to the Energy Facility Evaluation Council (EFSEC) to study the siting of small modular reactors in Washington and report its findings and recommendations to the Legislature by December 1, 2015.

19. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

20. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

21. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per

Utilities and Transportation Commission

employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

22. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Military Department

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**3,473**	**292,059**	**295,532**
2015 Supplemental *	0	17,601	17,601
Total 2013-15 Biennium	**3,473**	**309,660**	**313,133**
2015-17 Maintenance Level	**14,865**	**182,915**	**197,780**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-2	-2
2. Archives/Records Management	0	1	1
3. Audit Services	0	-1	-1
4. Legal Services	0	27	27
5. Office of Chief Information Officer	0	3	3
6. CTS Central Services	0	30	30
7. DES Central Services	0	18	18
8. Core Financial Systems Replacement	0	11	11
9. Fleet Program Rate Reduction	0	-4	-4
10. Time, Leave and Attendance System	0	18	18
11. Self-Insurance Liability Premium	0	-4	-4
12. Disaster Recovery	0	95,659	95,659
13. Cardiac Arrest Response Pilot	0	130	130
14. Carlton Complex Fire Relief	0	1,850	1,850
15. Environmental Funding Shift	-22	22	0
16. Staffing Reductions	-442	0	-442
17. Enhanced 911 Network Modernization	0	5,000	5,000
18. Emergency Operations Fund Shift	-8,000	8,000	0
19. Hazardous Materials Planning	0	1,000	1,000
20. Conditional Scholarship Program	200	0	200
Policy -- Other Total	**-8,264**	**111,758**	**103,494**
Policy Changes - Comp			
21. State Public Employee Benefits Rate	-3	-27	-30
22. WFSE General Government	108	1,005	1,113
23. State Represented Emp Benefits Rate	-8	-59	-67
24. Nonrep Job Class Specific	0	34	34
25. WPEA General Government	65	302	367
26. General Wage Incr-State Employees	40	502	542
Policy -- Comp Total	**202**	**1,757**	**1,959**
Total 2015-17 Biennium	**6,803**	**296,430**	**303,233**
Fiscal Year 2016 Total	3,386	146,308	149,694
Fiscal Year 2017 Total	3,417	150,122	153,539

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Audit Services** - Agency budgets are adjusted to update each agency's allocated share of charges.

Military Department

4. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.
5. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.
6. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.
7. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.
8. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.
9. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.
10. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.
11. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.
12. **Disaster Recovery** - The Department will continue projects necessary to recover from ten previously declared disasters, including the 2014 Oso Landslide and the wildfires in central Washington. (Disaster Response Account-State, Disaster Response Account-Federal)
13. **Cardiac Arrest Response Pilot** - One-time funding is provided to develop a pilot program within King County to implement a mobile phone application that notifies persons trained in cardiopulmonary resuscitation (CPR) of persons nearby who are having a cardiac emergency. The Department may partner with the county, a city, fire district, or search and rescue organization for purposes of implementing the application and software-as-a-service in an existing computer-aided dispatch system. The Department will report the results of the pilot program to the Legislature by December 1, 2016. (Enhanced 911 Account-State)
14. **Carlton Complex Fire Relief** - One-time funding is provided to Okanogan and Ferry counties to address deficiencies within their communications infrastructure for 911 dispatch. Funds will be used to replace failing radio dispatching hardware within 911 dispatch centers; build interoperability between each county's dispatch centers such that each can serve as a back up to the other; and build a wireless microwave network for 911 calls, dispatch centers, and first responder radio operations. (Disaster Response Account-State)
15. **Environmental Funding Shift** - A portion of the funding for the Department's environmental programs manager is shifted to available federal funds. (General Fund-State, General Fund-Federal)
16. **Staffing Reductions** - Funding for three staff in the Director's Office and the Emergency Management Division is eliminated.
17. **Enhanced 911 Network Modernization** - The Washington State Enhanced 911 Coordinator's Office will continue to upgrade the 911 telephone network to meet Next Generation 911 technology standards. Financial assistance will be provided to an estimated 16 counties to replace analog 911 telephone equipment that is at the end of its useful life and no longer supported by the manufacturer with Next Generation 911 capable telephone equipment. (Enhanced 911 Account-State)
18. **Emergency Operations Fund Shift** - Funding for the Emergency Management Division is shifted from General Fund-State and the Worker and Community Right-to-Know Account to the Enhanced 911 Account. (General Fund-State, Worker and Community Right-to-Know Account-State, Enhanced 911 Account-State)
19. **Hazardous Materials Planning** - Pursuant to Chapter 274, Laws of 2015 (ESHB 1449), funding is provided to add staff to facilitate development and review of local emergency planning response plans for compliance with the requirements in the federal Emergency Planning and Community Right-to-Know Act. (Oil Spill Prevention Account-State)
20. **Conditional Scholarship Program** - Funding is provided for educational scholarships to encourage continuing education for National Guard enlisted soldiers and officers below the rank of captain. (General Fund-State)
21. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per

Military Department

employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

22. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

23. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

24. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

25. **WPEA General Government** - Funding is provided for the collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; and an additional in-service day for the Washington State School for the Blind and Center for Childhood Deafness and Hearing Loss. (General Fund-State, Various Other Accounts)

26. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Public Employment Relations Commission

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**4,051**	**3,840**	**7,891**
2015 Supplemental *	-2	0	-2
Total 2013-15 Biennium	**4,049**	**3,840**	**7,889**
2015-17 Maintenance Level	**4,239**	**3,996**	**8,235**
Policy Changes - Other			
1. Legal Services	2	2	4
2. CTS Central Services	1	1	2
3. DES Central Services	7	7	14
4. Core Financial Systems Replacement	1	1	2
5. Fleet Program Rate Reduction	-2	0	-2
6. Time, Leave and Attendance System	1	1	2
7. Self-Insurance Liability Premium	-2	-2	-4
8. Fund Shift to Match Workload	-590	590	0
Policy -- Other Total	**-582**	**600**	**18**
Policy Changes - Comp			
9. State Public Employee Benefits Rate	-4	-5	-9
10. Nonrep Job Class Specific	14	12	26
11. General Wage Incr-State Employees	122	117	239
Policy -- Comp Total	**132**	**124**	**256**
Total 2015-17 Biennium	**3,789**	**4,720**	**8,509**
Fiscal Year 2016 Total	1,845	2,340	4,185
Fiscal Year 2017 Total	1,944	2,380	4,324

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

3. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

4. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

5. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

6. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

7. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

8. **Fund Shift to Match Workload** - Appropriations are adjusted to reflect the distribution of workload between higher education employers and those services supported by General Fund-State funding. (General Fund-State, Higher Education Personnel Services Account-State)

9. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance

Public Employment Relations Commission

coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

10. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

11. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

State Board of Accountancy

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**2,680**	**2,680**
2015-17 Maintenance Level	**0**	**2,721**	**2,721**
Policy Changes - Other			
1. Legal Services	0	5	5
2. CTS Central Services	0	1	1
3. DES Central Services	0	7	7
4. Time, Leave and Attendance System	0	1	1
5. Self-Insurance Liability Premium	0	-1	-1
6. CPA Scholarship Program	0	3,300	3,300
Policy -- Other Total	**0**	**3,313**	**3,313**
Policy Changes - Comp			
7. State Public Employee Benefits Rate	0	-3	-3
8. Nonrep Job Class Specific	0	6	6
9. General Wage Incr-State Employees	0	58	58
Policy -- Comp Total	**0**	**61**	**61**
Total 2015-17 Biennium	**0**	**6,095**	**6,095**
Fiscal Year 2016 Total	0	2,996	2,996
Fiscal Year 2017 Total	0	3,099	3,099

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

3. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

4. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

5. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

6. **CPA Scholarship Program** - Funding is provided for implmentation of Chapter 215, Laws of 2015 (SSB 5534), which creates a certified public accounting scholarship program. Funds are appropriated from the Certified Public Accountants' Account, which is supported by fees paid by licensed public accountants, to the Certified Public Accounting Transfer Account to fund scholarships at Washington-based colleges and universities for students pursuing degrees in accounting or taxation. (Certified Public Accountants' Account)

7. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

8. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

State Board of Accountancy

9. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Forensic Investigations Council

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**498**	**498**
2015-17 Maintenance Level	**0**	**500**	**500**
Total 2015-17 Biennium	**0**	**500**	**500**
Fiscal Year 2016 Total	0	251	251
Fiscal Year 2017 Total	0	249	249

Comments:

None.

Washington Horse Racing Commission

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**5,608**	**5,608**
2015-17 Maintenance Level	**0**	**5,721**	**5,721**
Policy Changes - Other			
1. Legal Services	0	3	3
2. DES Central Services	0	9	9
3. Time, Leave and Attendance System	0	1	1
4. Self-Insurance Liability Premium	0	-4	-4
5. License and Background Check Fees	0	30	30
Policy -- Other Total	**0**	**39**	**39**
Policy Changes - Comp			
6. State Public Employee Benefits Rate	0	-1	-1
7. WFSE General Government	0	38	38
8. State Represented Emp Benefits Rate	0	-5	-5
9. General Wage Incr-State Employees	0	34	34
Policy -- Comp Total	**0**	**66**	**66**
Total 2015-17 Biennium	**0**	**5,826**	**5,826**
Fiscal Year 2016 Total	0	2,398	2,398
Fiscal Year 2017 Total	0	3,428	3,428

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

3. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

4. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

5. **License and Background Check Fees** - The Washington Horse Racing Commission recently increased horse racing licensing fees by 5 percent per year and background check fees by $1 per year to recover the actual costs of performing these activities. Increased expenditure authority is provided to the Commission to spend the new revenue. (Horse Racing Administration Account-State)

6. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

7. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for

Washington Horse Racing Commission

targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

8. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

9. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Enterprise Services

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**9,524**	**443,125**	**452,649**
2015 Supplemental *	138	0	138
Total 2013-15 Biennium	**9,662**	**443,125**	**452,787**
2015-17 Maintenance Level	**7,304**	**405,651**	**412,955**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-76	-76
2. Archives/Records Management	0	3	3
3. Legal Services	0	59	59
4. Office of Chief Information Officer	0	68	68
5. CTS Central Services	0	69	69
6. DES Central Services	0	295	295
7. Core Financial Systems Replacement	0	35	35
8. Fleet Program Rate Reduction	0	-28	-28
9. Time, Leave and Attendance System	0	61	61
10. Self-Insurance Liability Premium	0	-11	-11
11. Reduce Debt for Certain Facilities	0	-2,715	-2,715
12. Reduce Commercial Ins Premiums	0	-1,630	-1,630
13. Transfer Prog Sup Activities to CTS	0	-3,560	-3,560
14. Capital Budget Support Transfer	0	-437	-437
15. Fill Vacated Space with OCIO	0	-650	-650
16. Close 1063 Capitol & 120 Union Blds	0	-461	-461
17. Conserve Energy on Capitol Campus	0	-250	-250
18. Elim Paper Warrants, Remittances	0	-740	-740
19. Elim Some Enterprise Risk Mgmt Act	0	-216	-216
20. Reduce 1500 Jeff Common Space Rent	0	-2,090	-2,090
21. Leg Agency Facility Fund Shift	-845	1,584	739
22. Marijuana Market Reforms	0	95	95
Policy -- Other Total	**-845**	**-10,595**	**-11,440**
Policy Changes - Comp			
23. State Public Employee Benefits Rate	0	-204	-204
24. WFSE General Government	0	1,476	1,476
25. State Represented Emp Benefits Rate	0	-111	-111
26. Nonrep Job Class Specific	0	182	182
27. The Coalition of Unions Agreement	0	109	109
28. General Wage Incr-State Employees	0	4,277	4,277
Policy -- Comp Total	**0**	**5,729**	**5,729**
Policy Changes - Transfers			
29. Move Small Agency Services to DES	0	4,200	4,200
30. Transfer Time, Leave, and Attendanc	0	-2,996	-2,996
31. IT Alignment Transfer	0	-82,154	-82,154
Policy -- Transfer Total	**0**	**-80,950**	**-80,950**
Total 2015-17 Biennium	**6,459**	**319,835**	**326,294**

Department of Enterprise Services

(Dollars in Thousands)

	NGF-P	Other	Total
Fiscal Year 2016 Total	2,874	157,287	160,161
Fiscal Year 2017 Total	3,585	162,548	166,133

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.
2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.
3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.
4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.
5. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.
6. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.
7. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.
8. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.
9. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.
10. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.
11. **Reduce Debt for Certain Facilities** - Reduced rent costs from refinancing of debt service by the State Treasurer will result in savings to agency tenants of certain buildings owned and managed by the agency.
12. **Reduce Commercial Ins Premiums** - Commercial insurance premiums are reduced for client agencies as a result of a lower renewal rate from the state's master property insurance broker. (Risk Management Administrative Account-Nonappropriated)
13. **Transfer Prog Sup Activities to CTS** - The Department currently provides financial and application support to Consolidated Technology Services (CTS). Effective July 1, 2015, these services (with the exception of payroll support) will be performed by CTS. (Data Processing Revolving Account-Nonappropriated, Enterprise Services Account-Nonappropriated)
14. **Capital Budget Support Transfer** - Costs for staff who directly support capital projects are transferred from the operating budget to the capital budget. (Enterprise Services Account-Nonappropriated)
15. **Fill Vacated Space with OCIO** - Vacant space in the 1500 Jefferson building currently paid for by the Department will be occupied by the Office of the Chief Information Officer beginning in the 2015-17 biennium. This will result in rent savings for the agency. (Building Code Council Account-State, Data Processing Revolving Account-Nonappropriated, Enterprise Services Account-Nonappropriated, Risk Management Administrative Account-Nonappropriated)
16. **Close 1063 Capitol & 120 Union Blds** - The state-owned buildings at 1063 Capitol Way and 120 Union Avenue will be closed resulting in savings to the Department. (Enterprise Services Account-Nonappropriated)
17. **Conserve Energy on Capitol Campus** - To reduce energy costs on the Capitol campus, the Department will reduce the temperature in buildings during unoccupied times. Additionally, the Department will coordinate with tenant agencies on the Capitol campus to reduce non-essential plug loads (such as mini-refrigerators and heaters). (Enterprise Services Account-Nonappropriated)
18. **Elim Paper Warrants, Remittances** - Current law allows payments to vendors to be made either by paper warrant or by electronic transfer. To achieve cost savings, the Department will discontinue printing and distributing paper warrants to

Department of Enterprise Services

vendors. (Data Processing Revolving Account-Nonappropriated, Enterprise Services Account-Nonappropriated)

19. **Elim Some Enterprise Risk Mgmt Act** - Funding for the Department's risk management services to state agencies are reduced. (Risk Management Administration Account-Nonappropriated)

20. **Reduce 1500 Jeff Common Space Rent** - Rent paid by the Department for the 1500 Jefferson building is reduced. Client agencies that pay for services through the Department may see a minor reduction in rates as a result. (State Vehicle Parking Account-Nonappropriated, Building Code Council Account-State, Data Processing Revolving Account-Nonappropriated, Enterprise Services Account-Nonappropriated, Risk Management Administration Account-Nonappropriated)

21. **Leg Agency Facility Fund Shift** - Funding for legislative agencies' facility services and campus rent costs is partially shifted on a one-time basis to available fund balance in the Enterprise Services Account. (General Fund-State, Enterprise Services Account-Nonappropriated)

22. **Marijuana Market Reforms** - Pursuant to Chapter 4, Laws of 2015, 2nd sp.s. (E2SSB 2136), one-time funds are provided solely for the state building code council to develop and adopt fire and building code provisions related to marijuana processing and extraction facilities. (Dedicated Marijuana Account-State)

23. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

24. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

25. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

26. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

27. **The Coalition of Unions Agreement** - Funding is provided for the collective bargaining agreement with The Coalition of Unions, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; annual payments for physicians and psychiatrists with board certifications; and salary adjustments for targeted classifications. (General Fund-State, Various Other Accounts)

28. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

29. **Move Small Agency Services to DES** - In the 2014 supplemental budget, the Legislature shifted the Small Agency Financial Services (SAFS) program from the Department of the Office of

Department of Enterprise Services

Financial Management (OFM). The Governor vetoed the shift, but the funding remained in OFM's budget. Expenditure authority for SAFS is restored to the Department. (Enterprise Services Account-Nonappropriated)

30. **Transfer Time, Leave, and Attendanc** - The debt service expenditure authority for the Time, Leave and Attendance system is transferred to the Office of Financial Management, which will discontinue the project. (Data Processing Revolving Account-Nonappropriated)

31. **IT Alignment Transfer** - As part of the statewide information technology alignment pursuant to Chapter 1, Laws of 2015, 3rd sp.s. (E2SSB 5315), expenditure authority and staff for the Enterprise Technology Solutions program are transferred to Consolidated Technology Services. (Data Processing Revolving Account-Nonappropriated)

Board for Volunteer Firefighters

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**959**	**959**
2015-17 Maintenance Level	**0**	**985**	**985**
Policy Changes - Other			
1. Legal Services	0	6	6
Policy -- Other Total	**0**	**6**	**6**
Policy Changes - Comp			
2. State Public Employee Benefits Rate	0	-1	-1
3. General Wage Incr-State Employees	0	23	23
Policy -- Comp Total	**0**	**22**	**22**
Total 2015-17 Biennium	**0**	**1,013**	**1,013**
Fiscal Year 2016 Total	0	499	499
Fiscal Year 2017 Total	0	514	514

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

3. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Archaeology & Historic Preservation

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**2,529**	**2,267**	**4,796**
2015 Supplemental *	-1	0	-1
Total 2013-15 Biennium	**2,528**	**2,267**	**4,795**
2015-17 Maintenance Level	**2,514**	**2,191**	**4,705**
Policy Changes - Other			
1. CTS Rate Adjustment	-2	0	-2
2. Legal Services	7	0	7
3. CTS Central Services	1	0	1
4. DES Central Services	7	0	7
5. Core Financial Systems Replacement	1	0	1
6. Time, Leave and Attendance System	1	0	1
7. Eliminate Cartographer Position	-136	0	-136
8. Close Seattle Office	-10	0	-10
9. NPS Federal Grant Authority	0	115	115
10. Increased Lease Costs	308	0	308
11. Assistant State Phys Anthropologist	0	218	218
12. Rebury Non-Native Human Remains	0	9	9
Policy -- Other Total	**177**	**342**	**519**
Policy Changes - Comp			
13. State Public Employee Benefits Rate	-3	-1	-4
14. General Wage Incr-State Employees	65	31	96
Policy -- Comp Total	**62**	**30**	**92**
Total 2015-17 Biennium	**2,753**	**2,563**	**5,316**
Fiscal Year 2016 Total	1,363	1,276	2,639
Fiscal Year 2017 Total	1,390	1,287	2,677

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

3. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

4. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

5. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

6. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

7. **Eliminate Cartographer Position** - Savings is assumed through the Department eliminating a cartographer position.

8. **Close Seattle Office** - Savings is assumed through the closure of the Department's Seattle office.

9. **NPS Federal Grant Authority** - Additional Federal expenditure authority is provided for the Department in recognition of receiving two grants from the National Park Service and

Department of Archaeology & Historic Preservation

Maritime Administration (Northwest Seaport, Preservation of the National Historic Landmark 1889 Tugboat Arthur Foss: $87,000; Center for Wooden Boats, free public rides on historic small craft: $28,000). (General Fund-Federal)

10. **Increased Lease Costs** - Funding is provided for the Department to pay increased lease costs resulting from moving from the 1063 Capitol Way Building to the Capitol Court Building in FY 2016.

11. **Assistant State Phys Anthropologist** - One-time funding is provided from the Skeletal Human Remains Account for an Assistant State Physical Anthropologist position. (Skeletal Human Remains Account-State)

12. **Rebury Non-Native Human Remains** - One-time funding is provided to the Department to purchase a cemetery plot and rebury unidentified, non-forensic, non-Indian human skeletal remains. (General Fund-State, Skeletal Human Remains Account-State)

13. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

14. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Consolidated Technology Services

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**230,086**	**230,086**
2015-17 Maintenance Level	**0**	**235,202**	**235,202**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-310	-310
2. Archives/Records Management	0	1	1
3. Legal Services	0	5	5
4. Office of Chief Information Officer	0	78	78
5. CTS Central Services	0	27	27
6. DES Central Services	0	69	69
7. Core Financial Systems Replacement	0	9	9
8. Time, Leave and Attendance System	0	15	15
9. 60 Month Equip Maint Contracts	0	-200	-200
10. End MS Software Assurance/Vitalnet	0	-386	-386
11. Reduce 24/7 Support	0	-1,533	-1,533
12. Identity Management	0	889	889
13. IT Alignment Technical Correction	0	22,509	22,509
14. IT Alignment Savings	0	-2,397	-2,397
15. State IT and Childcare System Plan	550	0	550
16. Paymnt/Elig IT Systems Oversight	900	0	900
17. Disaster Recovery	0	3,240	3,240
Policy -- Other Total	**1,450**	**22,016**	**23,466**
Policy Changes - Comp			
18. State Public Employee Benefits Rate	0	-34	-34
19. WFSE General Government	0	1,258	1,258
20. State Represented Emp Benefits Rate	0	-58	-58
21. General Wage Incr-State Employees	0	884	884
Policy -- Comp Total	**0**	**2,050**	**2,050**
Policy Changes - Transfers			
22. IT Alignment Transfer	0	93,250	93,250
Policy -- Transfer Total	**0**	**93,250**	**93,250**
Total 2015-17 Biennium	**1,450**	**352,518**	**353,968**
Fiscal Year 2016 Total	1,000	176,285	177,285
Fiscal Year 2017 Total	450	176,233	176,683

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

5. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

Consolidated Technology Services

6. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

7. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

8. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

9. **60 Month Equip Maint Contracts** - The agency will reduce annual costs by negotiating equipment maintenance contracts for up to five years instead of the current one-year limitation. (Data Processing Revolving Account-Nonappropriated)

10. **End MS Software Assurance/Vitalnet** - The agency will terminate the Microsoft Software Assurance and Vitalnet services. (Data Processing Revolving Account-Nonappropriated)

11. **Reduce 24/7 Support** - State data center staffing outside regular business hours will be reduced to achieve savings. (Data Processing Revolving Account-Nonappropriated)

12. **Identity Management** - The agency will establish a new enterprise identity management service to enable state agencies to use cloud services. (Data Processing Revolving Account-Nonappropriated)

13. **IT Alignment Technical Correction** - As a result of the statewide information technology alignment from Chapter 1, Laws of 2015, 3rd sp. s. (E2SSB 5315), expenditure authority is adjusted to account for desktop and network support activities transferred to Consolidated Technology Services from the Department of Enterprise Services. (Consolidated Technology Services Revolving Account-Nonappropriated)

14. **IT Alignment Savings** - The statewide information technology alignment will combine the Office of the Chief Information Officer, Department of Enterprise Services' Enterprise Technology Solutions Division, and Consolidated Technology Services per Chapter 1, Laws of 2015, 3rd sp. s. (E2SSB 5315). Savings will be realized from fewer management positions and lower administrative costs. (Consolidated Technology Services Revolving Account-State, Consolidated Technology Services Revolving Account-Nonappropriated)

15. **State IT and Childcare System Plan** - Funding is provided to the OCIO to develop a statewide strategic business and technology architecture plan for time capture, payroll and payment processes, and eligibility and authorization processes.

16. **Paymnt/Elig IT Systems Oversight** - Funding is provided to the OCIO for state-wide oversight of information technology projects related to eligibility, payment, and authorization processes of public assistance programs to reduce redundancy, increase interoperability between agencies, and increase consolidation of technology investments.

17. **Disaster Recovery** - The agency will migrate its disaster recovery service from its current location in Spokane to a new location. This initial investment will allow the agency to enhance disaster recovery for services such as mainframe, tape backup, Enterprise Active Directory, shared service email, Secure Access Washington, managed firewalls and Domain Name Services. This funding will also establish a redundant internet connection for state data center clients. (Data Processing Revolving Account-Nonappropriated)

18. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

19. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

20. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter

Consolidated Technology Services

ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

21. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

22. **IT Alignment Transfer** - As part of the statewide information technology alignment, the Office of the Chief Information Officer and the Department of Enterprise Services' Enterprise Technology Solutions Division are transferred to Consolidated Technology Services. In addition, expenditure authority from the Data Processing Revolving Account is transferred to three new accounts, pursuant to Chapter 1, Laws of 2015, 3rd sp. s. (Various Accounts)

Department of Financial Institutions

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**47,960**	**47,960**
2015-17 Maintenance Level	**0**	**49,033**	**49,033**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-8	-8
2. Archives/Records Management	0	3	3
3. Legal Services	0	61	61
4. Office of Chief Information Officer	0	3	3
5. Administrative Hearings	0	8	8
6. CTS Central Services	0	22	22
7. DES Central Services	0	9	9
8. Core Financial Systems Replacement	0	6	6
9. Time, Leave and Attendance System	0	10	10
10. Enhance Consumer Services Exams	0	601	601
11. Enhance Licensing Oversight	0	282	282
Policy -- Other Total	**0**	**997**	**997**
Policy Changes - Comp			
12. State Public Employee Benefits Rate	0	-60	-60
13. Nonrep Job Class Specific	0	698	698
14. General Wage Incr-State Employees	0	1,292	1,292
Policy -- Comp Total	**0**	**1,930**	**1,930**
Total 2015-17 Biennium	**0**	**51,960**	**51,960**
Fiscal Year 2016 Total	0	25,503	25,503
Fiscal Year 2017 Total	0	26,457	26,457

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

5. **Administrative Hearings** - Agency budgets are adjusted to update each agency's allocated share of charges.

6. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

7. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

8. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

9. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

Department of Financial Institutions

10. **Enhance Consumer Services Exams** - Additional expenditure authority is provided to meet the number of examinations conducted each year to maintain the Department's Conference of State Bank Supervisors accreditation and improve consumer protections. (Financial Services Regulation Account-Nonappropriated)

11. **Enhance Licensing Oversight** - In response to increased licenses issued across all license types (mortgage brokers, consumer loan companies, check cashers, money transmitters and escrow companies), funding is provided for license applications reviews and examinations as required under the Department's Conference of State Bank Supervisors accreditation. (Financial Services Regulation Account-Nonappropriated)

12. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

13. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

14. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

LEOFF 2 Retirement Board

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**2,257**	**2,257**
2015-17 Maintenance Level	**0**	**2,296**	**2,296**
Policy Changes - Other			
1. Legal Services	0	2	2
2. DES Central Services	0	3	3
Policy -- Other Total	**0**	**5**	**5**
Policy Changes - Comp			
3. State Public Employee Benefits Rate	0	-3	-3
4. General Wage Incr-State Employees	0	52	52
Policy -- Comp Total	**0**	**49**	**49**
Total 2015-17 Biennium	**0**	**2,350**	**2,350**
Fiscal Year 2016 Total	0	1,169	1,169
Fiscal Year 2017 Total	0	1,181	1,181

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

3. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

4. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

HUMAN SERVICES

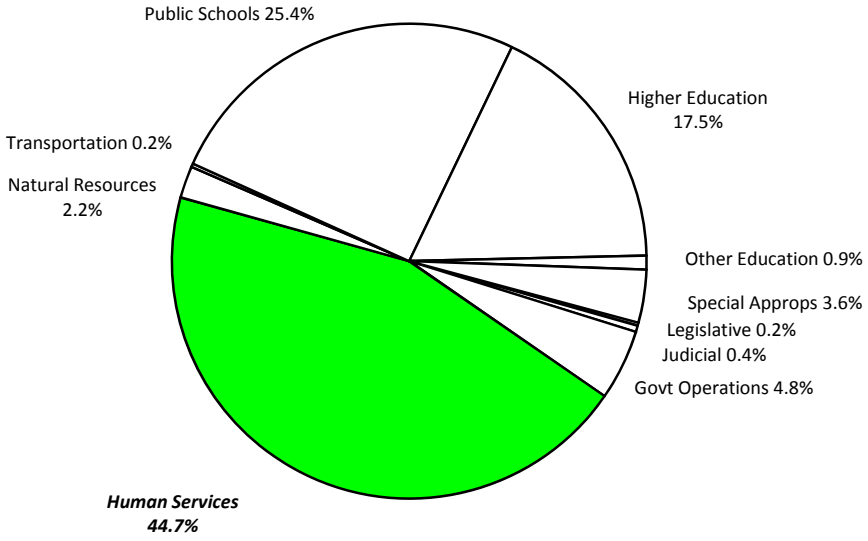
The Human Services section is separated into two sections. The Department of Social and Health Services (DSHS) and Other Human Services. The DSHS budget is displayed by program division to most efficiently describe the costs of particular services provided by DSHS. The Other Human Services section displays budgets at the agency level and includes the Health Care Authority, Department of Corrections, Employment Security Department, Department of Veterans' Affairs, Department of Labor and Industries, Criminal Justice Training Commission, Department of Health, and other human services related agencies.

2015-17 Washington State Omnibus Operating Budget

Total Budgeted Funds

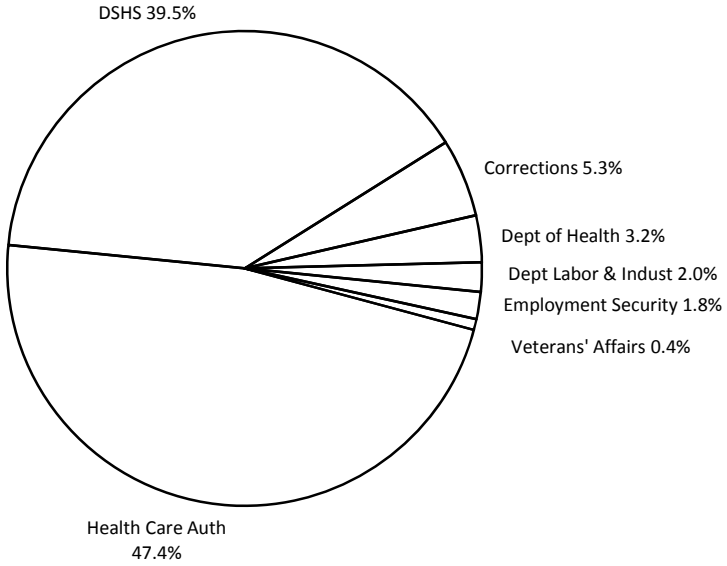
(Dollars in Thousands)

Legislative	173,930
Judicial	337,921
Governmental Operations	3,792,924
Human Services	***35,266,422***
Natural Resources	1,713,043
Transportation	195,359
Public Schools	20,008,166
Higher Education	13,826,980
Other Education	736,946
Special Appropriations	2,836,614
Statewide Total	**78,888,305**



Washington State

Health Care Authority	16,723,288
DSHS	13,932,885
Dept of Corrections	1,871,417
Dept of Health	1,122,550
Dept of Labor & Indust	704,104
Employment Security	649,860
Other Human Svcs	262,318
Human Services	***35,266,422***



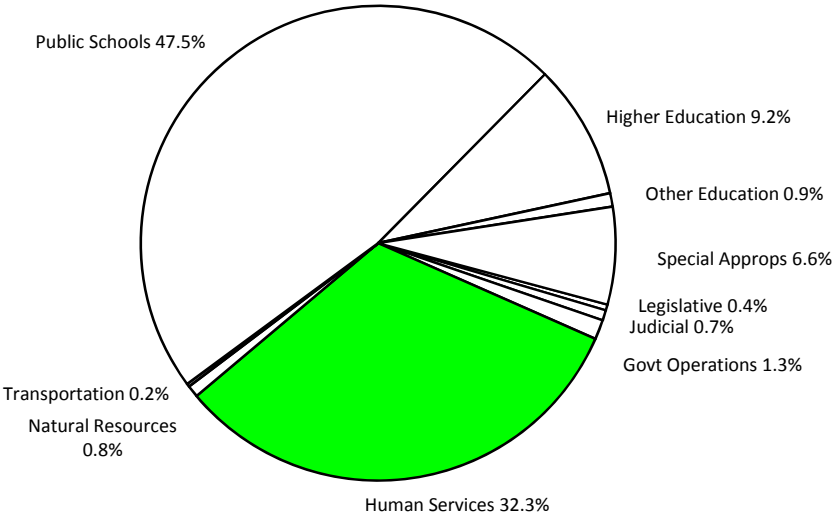
Human Services

2015-17 Washington State Omnibus Operating Budget

NGF-S + Opportunity Pathways

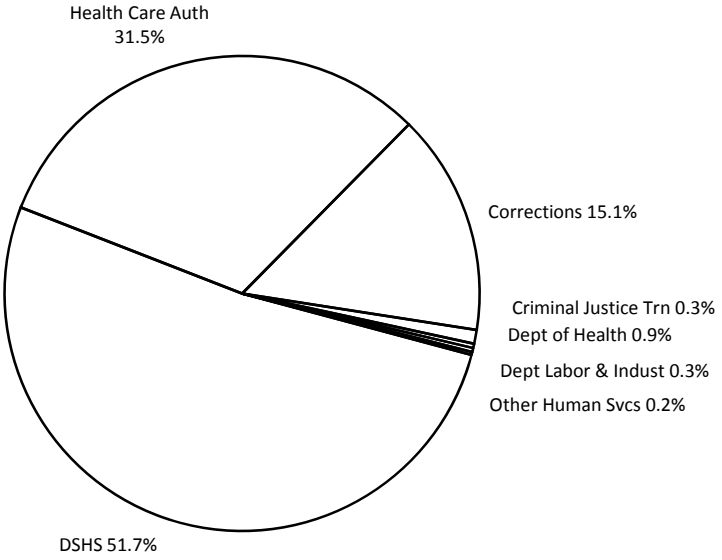
(Dollars in Thousands)

Legislative	153,796
Judicial	267,132
Governmental Operations	510,107
Human Services	***12,333,779***
Natural Resources	308,873
Transportation	80,612
Public Schools	18,156,830
Higher Education	3,525,134
Other Education	347,928
Special Appropriations	2,534,988
Statewide Total	**38,219,179**



Washington State

DSHS	6,381,151
Health Care Authority	3,883,404
Dept of Corrections	1,857,764
Dept of Health	116,806
Criminal Justice Trng Comm	35,870
Dept of Labor & Indust	33,971
Other Human Svcs	24,813
Human Services	***12,333,779***



Human Services

DEPARTMENT OF SOCIAL AND HEALTH SERVICES

Children and Family Services

The Department of Social and Health Services (DSHS) Children's Administration (CA) administers Child Protective Services (CPS), which responds to reports of child abuse or neglect through investigations or Family Assessment Response (FAR). FAR is an alternative to the investigative response that aims to safely avoid out-of-home placement by providing basic needs and engaging families in services. CA also administers the foster care system for children in out-of-home placements with caregivers and the adoption support program for special needs children adopted from state foster care. Dependent youth with high-level needs may be served through Behavioral Rehabilitative Services (BRS). Additionally, CA contracts for a variety of prevention, intervention, and other services to children and families involved in the child welfare system.

A total of $1.2 billion ($668 million General Fund-State) is provided for services to children and families. This represents a $90 million increase (8.1 percent) in total funds from amounts appropriated in the 2013-15 biennial budget.

A total of $16.7 million ($12.5 million General Fund-State) is provided to fund the mediated legal agreement with the Foster Parents Association of Washington State (FPAWS). Under the agreement, basic foster care maintenance rates are increased from a monthly average of $500 to $649 per child to reflect the estimated costs of the child's shelter and other basic needs.

An increase of $7.3 million total funds ($6.4 million General Fund-State) is provided to support compliance with the Braam Settlement, which established performance outcomes for foster care services; to promote closure of CPS investigations within 90 days; and to expand the CPS FAR pathway to additional CA field offices.

A total of $5.1 million ($3.9 million General Fund-State) is provided to increase BRS vendor rates by 3 percent effective July 1, 2015, and an additional 3 percent effective July 1, 2016.

A total of $5.9 million ($4.2 million General Fund-State) is provided to support and expand Extended Foster Care (EFC). EFC provides monthly maintenance payments and other supports to eligible young adults age 18-21 who were dependent at age 18.

Juvenile Rehabilitation Administration

A total of $191.9 million ($183.4 million General Fund-State) is provided for the Juvenile Rehabilitation Administration (JRA) for treatment and intervention services for juvenile offenders. The JRA system is budgeted to provide incarceration for a monthly average of 494 juvenile felons in residential facilities and supervision to a monthly average of 306 youth on parole. Funding is also provided for grants to county juvenile courts and communities for alternative dispositions, evidence-based treatment, and other prevention and intervention services. The JRA funded level represents an increase of 2.6 percent from the 2013-15 biennium.

The budget achieves savings of $3.3 million by using marijuana tax revenue provided through a memorandum of understanding with the DSHS Division of Behavioral Health and Recovery in lieu of General Fund-State for juvenile offender substance abuse treatment.

Mental Health

Mental health services for those living with severe, chronic, or acute mental illnesses are administered primarily through DSHS. These services include operation of two adult state hospitals that deliver psychiatric treatment to

clients on civil or forensic commitment orders and for the Child Study Treatment Center, which is a small psychiatric inpatient facility for children and adolescents. In addition, DSHS contracts with 11 Regional Support Networks (RSNs) as local administrative entities to coordinate crisis response, community support, and residential and resource management services through a network of community providers. Services for Medicaid-eligible consumers within each RSN are provided through a capitated Prepaid Inpatient Health Plan. Limited services that cannot be reimbursed through the Medicaid program are provided within available state and local resources.

A total of $2.3 billion ($1.1 billion in General Fund-State) is provided for operation of the public mental health system. This reflects an increase in total funds of $427.4 million (23 percent) from the 2013-15 biennium.

- A net increase of $174.9 million in total funding to maintain Medicaid expansion under the Affordable Care Act (ACA) and adjust Medicaid rates to comply with federal requirements for actuarially sound rates. The expansion allowed some low-income individuals that were previously ineligible for Medicaid to enroll in Medicaid effective January 2014.
- An increase of $57.2 million in total funds ($39 million in General Fund-State) is provided in additional resources to reduce psychiatric boarding as required under *D.W. v. DSHS.* This includes $49.6 million for increased community evaluation and treatment beds and $7.6 million for a 30-bed civil commitment ward at Western State Hospital.
- An increase of $40.9 million in total funds ($38.9 million in General Fund-State) is provided in additional resources to meet timely completion of competency evaluation and restoration services for in-custody defendants as required under *Trueblood v. DSHS* and as provided under legislation enacted during the 2015 session. This includes funding for 90 competency restoration beds, 18 staff for improving the timeliness of competency evaluations and other requirements related to implementation of: Chapter 5, Laws of 2015 (SSB 5889), which sets the maximum time limits for competency to stand trial services; and, Chapter 7, Laws of 2015 1st sp.s. (2ESSB 5177), which establishes an Office of Forensic Mental Health within DSHS and allows prosecutors to dismiss charges when competency to stand trial is raised as a defense and refer the defendant for assessment.
- An increase of $23 million in total funds ($14.3 million in General Fund-State) is provided for the implementation of legislation enacted during the 2015 session to improve community mental health services. This includes the following: Chapter 258, Laws of 2015 (E2SSB 5269), which allows for a family member, guardian, or conservator to petition the court for review of a decision to not detain a person under the involuntary treatment act; and, Chapter 250, Laws of 2015 (E2SHB 1450), which provides for involuntary treatment in an outpatient setting.
- An increase of $9.4 million in General Fund-State is provided to improve safety at state hospitals. This funding includes creation of psychiatric intensive care units (PICUs), psychiatric emergency response teams (PERTs), and staff training.
- Savings of $54.3 million in total funds ($37.5 million in General Fund State) are to be achieved by a variety of savings strategies including reducing RSN Medicaid rates, eliminating non-Medicaid funding for former residents of the Program for Adaptive Living Skills, and re-financing community inpatient bed days that were previously paid for with state dollars through a federal waiver.

Aging and Disabilities Services (Developmental Disabilities and Long-Term Care)

Within DSHS, the Aging and Long Term Support Administration administers the Long Term Care (LTC) Program and the Developmental Disabilities Administration administers the Developmental Disabilities (DD) Program. These programs provide long-term supports and services to vulnerable adults and children in residential, community, and in-home settings. While these programs serve two distinct populations, they are both institutionally-based Medicaid entitlement programs with options for home and community services that share some vendors including represented home care workers and adult family homes. The entitlement program in LTC

is the nursing home or skilled nursing facility program. The entitlement program in DD is the state-operated Residential Habilitation Centers (RHCs). Total funding for these two programs combined accounts for 50 percent of the DSHS budget, and is approximately $7.0 billion total ($3.2 billion General Fund-State) in budgeted expenditures for the 2015-17 biennium. This represents an 18.1 percent increase from the 2013-15 funded level, predominately due to the collective bargaining agreement for home care workers.

The 2015-17 operating budget includes the following items (which impact both programs):

- A total of $260 million ($116 million General Fund-State) is provided to fully fund the 2015-17 collective bargaining agreement for individual providers. This includes phased-in changes and increases to the wage scale, increases in health care contributions, increases in the training contribution, an increase in personal time, and a retirement benefit contribution. This includes funds to meet statutory parity requirements for home care agencies.
- A total of $40 million ($17 million General Fund-State) is provided to fully fund the 2015-17 arbitration award for adult family homes. Beginning July 1, 2015, the vendor rate is increased by 5 percent. Beginning July 1, 2016, the vendor rate is increased by 10 percent.
- A total of $16 million General Fund-State is provided to fully restore the portion of Lean management savings distributed to LTC and DD.
- A total of $8 million ($4 million General Fund-State) is provided to increase the vendor rate for assisted living providers by 2.5 percent, beginning July 1, 2015.

The following items from the 2015-17 operating budget are unique to each program and are therefore described separately:

Developmental Disabilities

- A total of $40 million ($20 million General Fund-State) is provided to increase the benchmark rate for supported living providers, group homes, and licensed staff residential providers. Beginning July 1, 2015, the vendor rate is increased by 4 percent. Beginning July 1, 2016, the vendor rate is increased by 8 percent. Funding is also provided to standardize administrative rates and develop an electronic rate setting module in the Comprehensive Assessment Reporting Evaluation System.
- A total of $14 million ($7 million General Fund-State) is provided for additional staff to ensure compliance with Centers for Medicare and Medicaid Services (CMS) requirements for habilitation, nursing care, staff safety, and client safety at the RHCs. Funding is provided for specialized services, such as community access and therapies, required by CMS as a result of Pre-Admission Screening and Resident Review Assessments.
- A total of $4 million ($2 million General Fund-State) is provided to develop short-term community-based respite services across the state for individuals with developmental disabilities as an alternative to using respite services in an institutional setting.

Long Term Care

- A total of $77 million ($7 million in General Fund-State savings) is provided to delay the scheduled rebase on nursing facility payment rates, maximize the safety net assessment for nursing facilities, and implement a new methodology for calculating nursing facility rates.
- A total of $10 million ($5 million General Fund-State) is provided to lower the ratio of case-carrying staff to clients at the Area Agencies on Aging from 1-to-75 to 1-to-70 during the 2015-17 biennium.

Economic Services Administration

The Economic Services Administration (ESA) operates a variety of programs for low-income persons and families. These programs include the federal Supplemental Nutritional Assistance Program (SNAP), the State Food Assistance Program, the Aged, Blind, or Disabled Assistance Program, the WorkFirst/Temporary Assistance for Needy Families (TANF) Program, and assistance to refugees. ESA also determines eligibility for a variety of state assistance programs.

A total of $2.1 billion ($854 million General Fund-State) is provided to ESA for administration of programs and delivery of services. This reflects an increase in total funds of $58.9 million (2.8 percent) from the estimated amount needed to maintain the current level of services and activities.

State general fund savings of $84.4 million are achieved through forecasted caseload reductions in the TANF Program and the Working Connections Child Care (WCCC) Program, reductions in funding for work activities to reflect under-expenditures in those programs, and the use of unexpended federal grant and contingency funds to offset state expenditures. This includes savings assumed in the 2015 supplemental operating budget as well as the 2015-17 operating budget.

Other major policy changes for the 2015-17 biennium include:

- The monthly grant for recipients of TANF is increased by 9 percent ($30.6 million General Fund-State).
- In accordance with Chapter 7, Laws of 2015 (2E2SHB 1491), eligibility periods for the WCCC program are increased to 12 months effective July 2016 ($22.1 million General Fund-State).
- A 2 percent base rate increase is provided for WCCC providers ($9.7 million General Fund-State).
- The monthly benefit for the State Food Assistance Program, which provides assistance to legal immigrants, is increased to 100 percent of the federal SNAP benefit level ($9.6 million General Fund-State).
- Funding for incentive payments that were never implemented to TANF parents who participate in mandatory WorkFirst activities is eliminated (savings of $15.9 million General Fund-State.)
- 90 FTEs at local community service offices are eliminated as a result of reduced ability to claim federal Medicaid and other policy steps (savings of $15.6 million total funds.)
- Funding is reduced to reflect under-expenditures in incapacity exams and the Diversion Cash Assistance program (savings of $7.6 million General Fund-State).
- Funding for the Washington Telephone Assistance Program which provides subsidized telephone assistance and community voicemail for eligible public assistance recipients is eliminated (savings of $4.1 million General Fund-State).

Alcohol and Substance Abuse

The Alcohol and Substance Abuse Program coordinates state efforts to reduce the impacts of substance abuse and problem gambling on individuals and their communities. DSHS contracts with counties and community organizations to provide prevention, treatment, and other support services for individuals with problems related to alcohol, tobacco, drugs, and gambling. Effective April 1, 2016, most outpatient and residential services will shift from fee-for-service contracts and grants to managed-care contracts with Behavioral Health Organizations. DSHS also manages government-to-government contracts with 29 tribes for prevention and treatment services for Native Americans.

A total of $631.3 million ($129.7 million General Fund-State) is provided for alcohol and substance abuse services. This reflects an increase in total funds of $180.9 million (40 percent) from the 2013-15 biennium. Major budget increases for the program include:

- An increase of $110.2 million ($13.9 million General Fund-State) to maintain Medicaid expansion under the ACA and adjust Medicaid rates to comply with federal managed care requirements for actuarially sound rates.
- An increase of $14.2 million ($12.3 million Dedicated Marijuana-State) for new services, research, and technical assistance for the prevention and treatment of alcohol and substance use disorders.
- An increase of $6.8 million ($2.3 million General Fund-State) to increase Medicaid rates for a variety of treatment providers.
- An increase of $3.1 million in total funds ($1.3 million in General Fund-State) for the increased substance use disorder treatment costs associated with implementation of Chapter 250, Laws of 2015 (E2SHB 1450), which provides for involuntary mental health treatment in an outpatient setting.

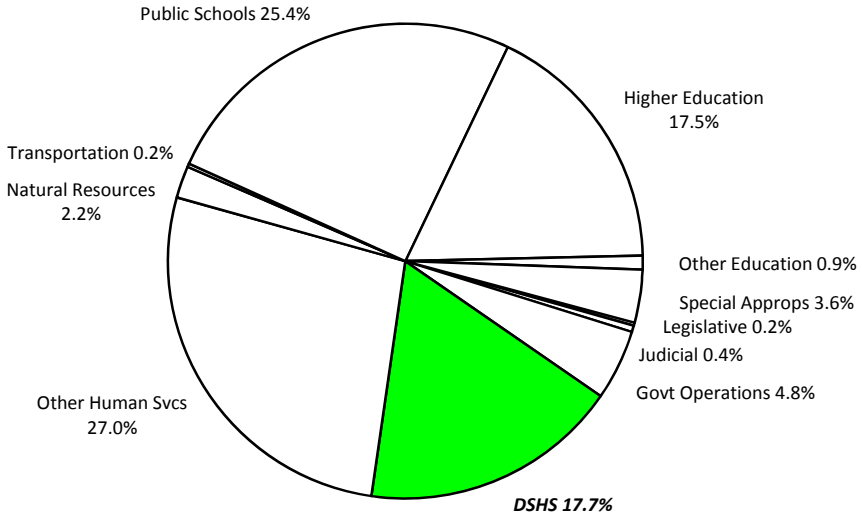
In addition, savings of $16.5 million in General Fund-State will be achieved by utilizing some revenues from excise tax and fees on the sale of marijuana for substance use disorder treatment services previously funded through the general fund.

2015-17 Washington State Omnibus Operating Budget

Total Budgeted Funds

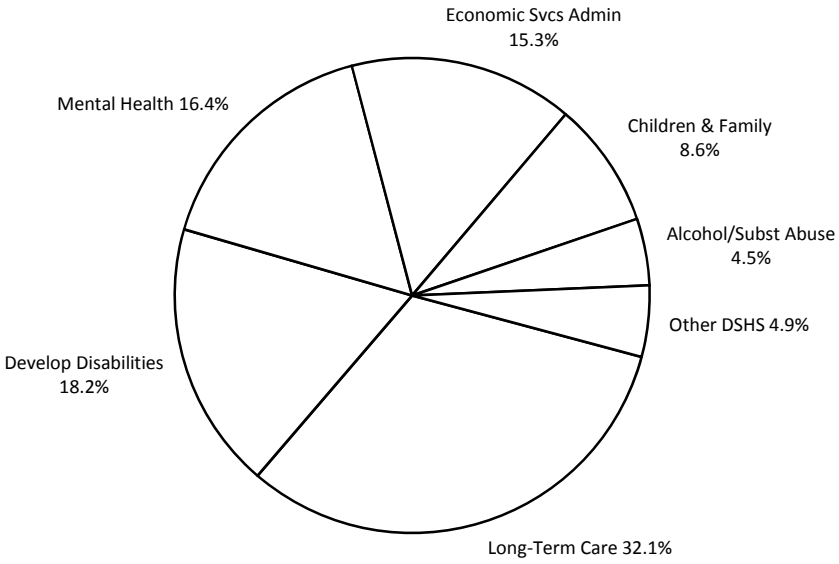
(Dollars in Thousands)

Legislative	173,930
Judicial	337,921
Governmental Operations	3,792,924
DSHS	***13,932,885***
Other Human Services	21,333,537
Natural Resources	1,713,043
Transportation	195,359
Public Schools	20,008,166
Higher Education	13,826,980
Other Education	736,946
Special Appropriations	2,836,614
Statewide Total	***78,888,305***



Washington State

Long-Term Care	4,476,033
Developmental Disabilities	2,535,727
Mental Health	2,287,636
Economic Services Admin	2,128,441
Children & Family Svcs	1,196,657
Alcohol/Subst Abuse	631,281
Other DSHS	677,110
DSHS	***13,932,885***

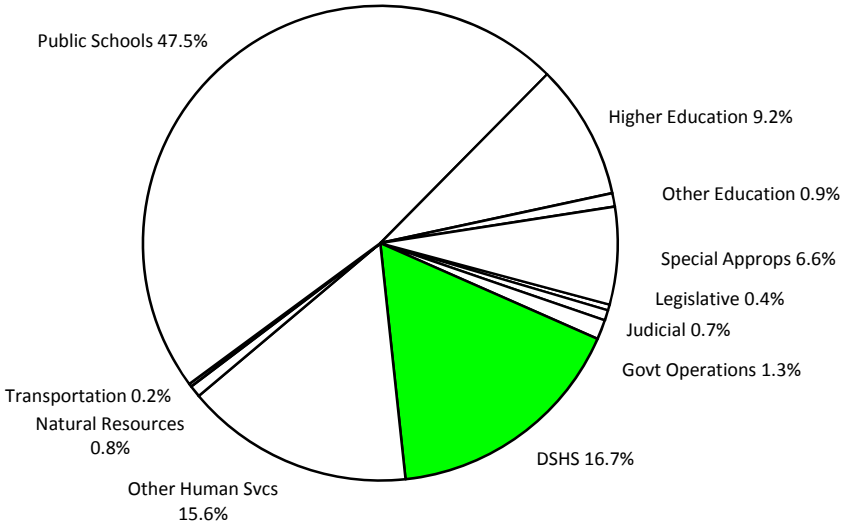


DSHS

2015-17 Washington State Omnibus Operating Budget

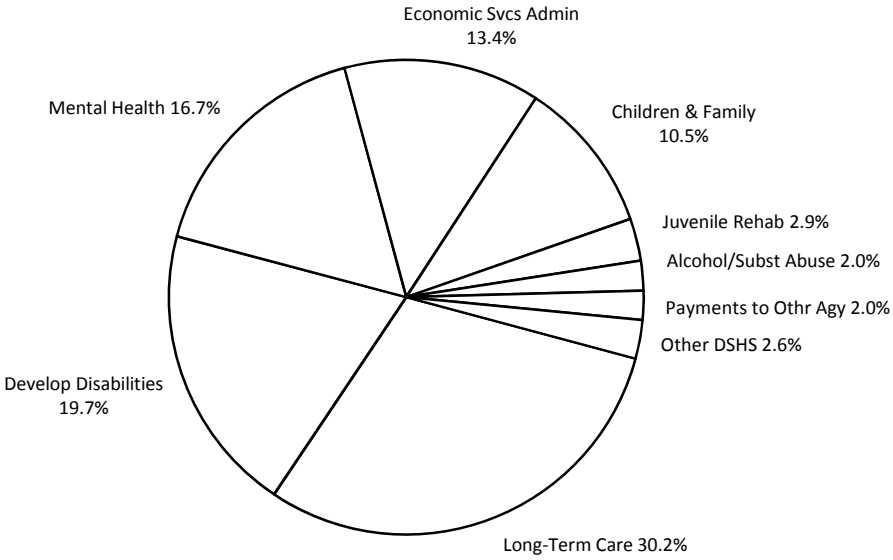
NGF-S + Opportunity Pathways

Legislative	153,796
Judicial	267,132
Governmental Operations	510,107
DSHS	***6,381,151***
Other Human Services	5,952,628
Natural Resources	308,873
Transportation	80,612
Public Schools	18,156,830
Higher Education	3,525,134
Other Education	347,928
Special Appropriations	2,534,988
Statewide Total	***38,219,179***



Washington State

Long-Term Care	1,928,998
Developmental Disabilities	1,259,757
Mental Health	1,063,347
Economic Services Admin	854,197
Children & Family Svcs	667,953
Juvenile Rehabilitation	183,432
Alcohol/Subst Abuse	129,660
Pmts to Other Agencies	126,206
Other DSHS	167,601
DSHS	***6,381,151***



DSHS

Department of Social and Health Services

Children & Family Services

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**595,934**	**511,171**	**1,107,105**
2015 Supplemental *	14,245	-4,521	9,724
Total 2013-15 Biennium	**610,179**	**506,650**	**1,116,829**
2015-17 Maintenance Level	**621,607**	**532,882**	**1,154,489**
Policy Changes - Other			
1. Reduce SSIF Staffing	-240	-72	-312
2. FPAWS Litigation	12,529	4,176	16,705
3. Non-Forecasted Extended Foster Care	2,495	1,135	3,630
4. Family Child Care Providers	424	0	424
5. Child Care Center Providers	867	0	867
6. Braam Compliance and CPS	6,430	844	7,274
7. Foster Child Educational Attainment	1,015	0	1,015
8. Building Access Control System	118	12	130
9. Child Advocacy Centers	640	0	640
10. Domestic Violence Victims	0	668	668
11. Extended Foster Care - Medical	819	373	1,192
12. Family Assessment Response Shortfal	0	-3,374	-3,374
13. One-Time Relocation	1,821	180	2,001
14. Ongoing Lease Adjustments	195	25	220
15. Parents to Parents Program	-386	0	-386
16. Early Start Act	784	0	784
17. BRS Vendor Rate Increase	3,873	1,224	5,097
18. Supervised Visitation	2,730	0	2,730
19. Performance Based Contracting	1,250	0	1,250
20. Extended Foster Care - Employed	840	237	1,077
Policy -- Other Total	**36,204**	**5,428**	**41,632**
Policy Changes - Comp			
21. State Public Employee Benefits Rate	-93	-8	-101
22. WFSE General Government	10,010	1,044	11,054
23. State Represented Emp Benefits Rate	-614	-64	-678
24. Nonrep Job Class Specific	4	0	4
25. General Wage Incr-State Employees	1,858	163	2,021
Policy -- Comp Total	**11,165**	**1,135**	**12,300**
Policy Changes - Transfers			
26. CRCs Hope Beds Street Youth Trnsf	-1,023	-10,741	-11,764
Policy -- Transfer Total	**-1,023**	**-10,741**	**-11,764**
Total 2015-17 Biennium	**667,953**	**528,704**	**1,196,657**
Fiscal Year 2016 Total	329,792	262,791	592,583
Fiscal Year 2017 Total	338,161	265,913	604,074

Comments:

1. **Reduce SSIF Staffing** - Two Supplemental Security Income Facilitator FTEs are eliminated to reflect a reduction in

backlogged cases and changes in the foster care caseload and client mix. (General Fund-State, General Fund-Federal)

2. **FPAWS Litigation** - A mediated agreement has been achieved with the Foster Parents Association of Washington State (FPAWS). Under the agreement, the Children's Administration (CA) will increase basic foster care maintenance rates from a monthly average of $500 per child to a monthly average of $649 per child. The new rates are based on the estimated costs of providing a child with food, clothing, personal incidentals, and shelter. (General Fund-State, General Fund-Federal)

3. **Non-Forecasted Extended Foster Care** - Funding is provided to serve Behavioral Rehabilitative Services (BRS) youth enrolled in Extended Foster Care (EFC), and to fund the costs of other supportive services that are not currently funded through the foster care forecast. Funding for BRS-level youth in EFC assumes a rate increase for BRS vendors. (General Fund-State, General Fund-Federal)

4. **Family Child Care Providers** - Funding is provided for the collective bargaining agreement with family home child care providers that includes a 2 percent increase to base payment rates effective July 1, 2016, and a tiered reimbursement pilot in FY 2016. Funding provided to CA covers payment increases for providers serving children in child welfare-involved families and in the care of employed foster parents.

5. **Child Care Center Providers** - Funding is provided for center-based child care providers to receive a 2 percent increase to base payment rates effective July 1, 2016, and to participate in a tiered reimbursement pilot in FY 2016. Funding provided to CA covers payment increases for providers serving children in child welfare-involved families and in the care of employed foster parents.

6. **Braam Compliance and CPS** - Funding is provided for CA to allocate towards the following purposes: 1) reducing the caseloads of social workers serving children in foster care to support compliance with the Braam Settlement and reduce lengths of stay in foster care; 2) supporting the safe closure of Child Protective Services (CPS) investigations within 90 days of intake, when appropriate; and 3) progressing towards statewide expansion of the CPS Family Assessment Response pathway. No more than $1.6 million total may be allocated towards CPS investigations. (General Fund-State, General Fund-Federal)

7. **Foster Child Educational Attainment** - Funding is provided for a contract to improve educational outcomes for dependent students at a second demonstration site beginning in FY 2017.

8. **Building Access Control System** - One-time funding is provided so that the building access systems in all DSHS offices are compatible with Windows 7 or higher. (General Fund-State, General Fund-Federal)

9. **Child Advocacy Centers** - Funding is increased for Child Advocacy Centers, which provide a child-centered approach to legal services for abused children and their families. (General Fund-State, General Fund-Federal)

10. **Domestic Violence Victims** - Funding is provided for CA to distribute to community-based organizations for domestic violence services pursuant to Chapter 275, Laws of 2015 (SSB 5631). (Domestic Violence Prevention Account-State)

11. **Extended Foster Care - Medical** - Funding is provided to implement Chapter 240, Laws of 2015 (SSB 5740), which expands eligibility for EFC to youth who are unable to engage in any other EFC-qualifying activities due to a documented medical condition. It is assumed that 12 percent of 60 percent of youth aging out of care will enroll in EFC through the documented medical condition category. Funding levels assume approval of the FPAWS settlement, which increases basic foster care rates. (General Fund-State, General Fund-Federal)

12. **Family Assessment Response Shortfal** - Based on the February 2015 foster care forecasts, no General Fund-State will be automatically transferred to the Child & Family Reinvestment Account (CFRA) in 2015-17. A total of $9.5 million is provided on a one-time basis, using federal Temporary Assistance for Needy Families (TANF) dollars and special appropriations to the CFRA, to maintain Family Assessment Response in 29 CA field offices in 2015-17. Appropriation authority from the CFRA is reduced to reflect the new funding level. (General Fund-State, General Fund-Federal, Child and Family Reinvestment Account-State)

13. **One-Time Relocation** - One-time funding is provided for relocation expenses resulting from office expansions and consolidations statewide. (General Fund-State, General Fund-Federal)

14. **Ongoing Lease Adjustments** - Small office expansions are approved statewide. Funding provided for CA includes reduced lease costs in Tacoma and a new space in Puyallup. (General Fund-State, General Fund-Federal)

15. **Parents to Parents Program** - Funding within CA for the Parents for Parents Program is eliminated. Funding is provided for the Office of Public Defense to administer the Parents for Parents Program, pursuant to Chapter 117, Laws of 2015 (2SSB 5486).

Department of Social and Health Services
Children & Family Services

16. **Early Start Act** - Funding is provided for a tiered reimbursement program in FY 2017 for family home and center-based child care providers, pursuant to Chapter 7, Laws of 2015, 3rd sp.s. (2E2SHB 1491).

17. **BRS Vendor Rate Increase** - Funding is provided for a Behavioral Rehabilitative Services (BRS) vendor rate increase of 3 percent effective July 1, 2015, and an additional 3 percent effective July 1, 2016. (General Fund-State, General Fund-Federal)

18. **Supervised Visitation** - Funding is provided for contracted vendors to conduct court-ordered supervised visits between children in out-of-home care and their parents and siblings. (General Fund-State, General Fund-Federal)

19. **Performance Based Contracting** - Chapter 205, Laws of 2012 (E2SHB 2264) requires the CA to enter into performance-based contracts (PBCs) for family support and related services. One-time funding is provided for start-up costs associated with implementing PBCs in eastern Washington counties.

20. **Extended Foster Care - Employed** - Funding is provided for youth who qualify for Extended Foster Care due to being employed for 80 hours or more per month, as authorized under Chapter 122, Laws of 2014 (EHB 2335). Funding levels assume approval of the FPAWS settlement, which increases basic foster care rates. (General Fund-State, General Fund-Federal)

21. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

22. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

23. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

24. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

25. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

26. **CRCs Hope Beds Street Youth Trnsf** - Contracted services for street youth and youth who are in conflict with their families are transferred from CA to the Office of Youth Homelessness within the Department of Commerce, pursuant to Chapter 69, Laws of 2015 (2SSB 5404). (General Fund-State, Home Security Fund-State)

Department of Social & Health Services
Children & Family Services

WORKLOAD HISTORY
By Fiscal Year

	2008	2009	2010	2011	2012	2013	2014	Estimated 2015	Estimated 2016	Estimated 2017
Foster Care [1]										
Avg # Children Served Monthly	7,831	7,349	6,673	6,349	5,908	5,840	5,911	5,889	5,904	5,901
% Change from prior year	-1.0%	-6.2%	-9.2%	-4.9%	-6.9%	-1.2%	1.2%	-0.4%	0.3%	-0.1%
Extended Foster Care [2]										
Avg # Youth Served Monthly	0	0	89	84	99	172	280	388	456	493
% Change from prior year	0.0%	0.0%	100%	-5.6%	17.9%	73.7%	62.8%	38.6%	17.5%	8.1%
Relative Placements [3]										
Avg # Children Served Monthly	4,118	4,173	3,502	3,463	3,415	3,601	4,078	4,373	4,515	4,533
% Change from prior year	9.1%	1.3%	-16.1%	-1.1%	-1.4%	5.4%	13.2%	7.2%	3.2%	0.4%
Child Care [4]										
Avg # Children Served Monthly	5,457	5,245	4,248	4,143	4,134	4,781	5,098	4,851	4,500	4,500
% Change from prior year	16.4%	-3.9%	-19.0%	-2.5%	-0.2%	15.7%	6.6%	-4.8%	-7.2%	0.0%
Child Protective Services (CPS) [5]										
Avg CPS Referrals Monthly	6,109	6,009	6,260	6,413	6,470	7,000	7,378	7,782	7,796	8,044
% Change from prior year	-1.6%	-1.6%	4.2%	2.4%	0.9%	8.2%	5.4%	5.5%	0.2%	3.2%
Avg Screened-In CPS Referrals Monthly	3,035	3,057	3,151	3,197	3,350	3,301	3,417	3,288	3,375	3,375
% Change from prior year	0.5%	0.7%	3.1%	1.5%	4.8%	-1.5%	3.5%	-3.8%	2.6%	0.0%
Adoption Support [6]										
Avg # Children Served Monthly	11,254	11,973	12,891	13,699	14,334	14,565	14,813	15,016	15,177	15,257
% Change from prior year	5.8%	6.4%	7.7%	6.3%	4.6%	1.6%	1.7%	1.4%	1.1%	0.5%
Caseload Ratio [7]										
Avg Cases Per Worker	20:1	18:1	18:1	20:1	20:1	16:1	20:1	17:1	18:1	18:1

(1) *Includes unduplicated head count of children in licensed foster care placements (family foster care, behavioral rehabilitative services, and receiving care). Does not include unlicensed kinship care. The data are not comparable to editions of the Legislative Budget Notes (LBNs) prior to 2014, which included youth age 18 to 21 in the data for 2010 and subsequent years, and in editions published prior to 2012 which provided a duplicated count of children in licensed foster care. Official forecasts are now based on an unduplicated count of children in licensed foster care placements, and youth age 18 to 21 are forecast separately under Extended Foster Care.*

(2) *Includes an unduplicated head count of youth age 18 to 21 receiving foster care maintenance payments. Estimates for 2017 do not include youth who may enroll in Extended Foster Care under Chapter 240, Laws of 2015 (SSB 5740).*

(3) *Includes an unduplicated count of children in unlicensed kinship care. The data are not comparable to editions of the LBNs published prior to 2012, which included guardianships. This is the sum of: 1) Court Ordered Unlicensed Placements and 2) Relative of Specified Degree (Not Receiving Foster Care Payments). The data represent any-day-within-month counts, all custody types, and do not include children in guardianships (these are no longer documented as placements).*

(4) *Includes the following child care services: Child Protective Services (CPS)/Child Welfare Services (CWS), Therapeutic/Medicaid Treatment, and Foster Parent Employment. Data is not comparable to editions of the LBNs published prior to 2012, which also included teen parent, seasonal child care, and adoption support.*

(5) *Average CPS Referrals Monthly show all calls made to the DSHS Children's Administration to report potential child abuse or neglect. Average Screened-In CPS Referrals Monthly represent referrals that meet minimum criteria for potential child abuse or neglect and receive a CPS response. Average Screened-In CPS Referrals Monthly include referrals assigned to the 10-day alternative response prior to the elimination of that response in November 2013.*

(6) *The data reflect Adoption Support maintenance payments.*

(7) *Combined average number of open cases per worker for CPS, CWS, Family Reconciliation Services, and Adoptive Home Studies at the end of the fiscal year. Estimated Caseload Ratios for 2014 and subsequent years also include Family Assessment Response case workers.*

Data Sources :

Foster Care, Extended Foster Care, Relative Placements, and Adoption Support reflect the Caseload Forecast Council's February 2015 head count data.

Average CPS Referrals reflect data from the Executive Management Information System for 2008-14, and estimates from the DSHS Children's Administration for 2015-17.

Child Care, Average Screened-In CPS Referrals, and Caseload Ratios reflect data provided by the DSHS Children's Administration.

Department of Social and Health Services

Juvenile Rehabilitation

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**178,283**	**8,822**	**187,105**
2015 Supplemental *	-715	0	-715
Total 2013-15 Biennium	**177,568**	**8,822**	**186,390**
2015-17 Maintenance Level	**181,354**	**8,446**	**189,800**
Policy Changes - Other			
1. Safety/Security at Facilities	1,200	0	1,200
2. PREA IT	87	0	87
3. Building Access Control System	1	0	1
4. Juvenile Offender Basic Train Camp	-1,691	0	-1,691
5. CO Training Reimbursment	20	0	20
6. One-Time Relocation	26	0	26
7. Ongoing Lease Adjustments	118	0	118
8. Utilize I-502 Funds	-3,278	0	-3,278
9. Mental Health Services	60	0	60
10. Gang Intervention Grants	500	0	500
Policy -- Other Total	**-2,957**	**0**	**-2,957**
Policy Changes - Comp			
11. State Public Employee Benefits Rate	-45	0	-45
12. WFSE General Government	3,983	0	3,983
13. State Represented Emp Benefits Rate	-196	0	-196
14. Nonrep Job Class Specific	161	0	161
15. SEIU 1199 NW Agreement	205	0	205
16. General Wage Incr-State Employees	927	0	927
Policy -- Comp Total	**5,035**	**0**	**5,035**
Total 2015-17 Biennium	**183,432**	**8,446**	**191,878**
Fiscal Year 2016 Total	92,849	4,217	97,066
Fiscal Year 2017 Total	90,583	4,229	94,812

Comments:

1. **Safety/Security at Facilities** - Funding is provided for 9 overnight shift FTEs at Juvenile Rehabilitation (JR) community facilities, as well as for one-time purchases of safety equipment.

2. **PREA IT** - One-time funding is provided for information technology enhancements to support the Department of Social and Health Services (DSHS) compliance with the federal Prison Rape Elimination Act (PREA).

3. **Building Access Control System** - One-time funding is provided so that the building access systems in all DSHS offices are compatible with Windows 7 or higher. (General Fund-State, General Fund-Federal)

4. **Juvenile Offender Basic Train Camp** - Savings are achieved through the closure of the Juvenile Offender Basic Training Camp (JOBTC) in Connell. The JOBTC was originally established for youth with short state committments who were not violent offenders or sex offenders. Due to a smaller caseload and changes in the client mix, youth infrequently meet the original JOBTC eligibility criteria.

5. **CO Training Reimbursment** - One-time funding is provided for the 25 percent reimbursement required from JR for Correctional Officer Training at the Criminal Justice Training Commission.

6. **One-Time Relocation** - One-time funding is provided for relocation expenses of office expansions and consolidations

statewide.

7. **Ongoing Lease Adjustments** - Funding is provided for contractual lease rate adjustments and one-time tenant improvements.

8. **Utilize I-502 Funds** - Funding for juvenile offender substance abuse treatment will be provided through a memorandum of understanding with the DSHS's Division of Behavioral Health and Recovery using revenue available through Initiative 502. Total funding levels are unchanged.

9. **Mental Health Services** - Funding is provided for transition support and contracted psychiatric services to facilitate telemedicine in JR community facilities. The additional funding is intended to prevent gaps in mental health services upon a youth's arrival at a JR community facility, prior to his or her first community mental health appointment.

10. **Gang Intervention Grants** - Funding is provided to increase grants to local communities to combat and reduce gang affiliation in areas with gang violence issues.

11. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

12. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

13. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

14. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

15. **SEIU 1199 NW Agreement** - Funding is provided for the collective bargaining agreement with Service Employees International Union (SEIU) Healthcare 1199NW, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent, effective July 1, 2016; assignment pay in designated areas; increased funds for training reimbursement. (General Fund-State, Various Other Accounts)

16. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Social & Health Services
Juvenile Rehabilitation

WORKLOAD HISTORY
By Fiscal Year

								Estimated		
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Community Residential [1]										
Avg Daily Population/Month	102	78	101	96	98	128	128	118	111	111
% Change from prior year	10.9%	-23.5%	29.5%	-4.7%	2.2%	30.2%	0.0%	-7.8%	-5.9%	0.0%
Institutions										
Avg Daily Population/Month	676	624	615	514	468	421	421	387	387	379
% Change from prior year	-8.2%	-7.7%	-1.4%	-16.4%	-8.9%	-10.1%	0.0%	-8.1%	0.0%	-2.1%
Parole										
Avg Daily Population/Month	708	689	440	418	373	371	371	306	306	306
% Change from prior year	2.3%	-2.7%	-36.1%	-5.0%	-10.7%	-0.6%	0.0%	-17.5%	0.0%	0.0%

(1) *Includes State Group Homes, Contracted Community Facilities, and the Short-Term Transition Program. In 2011 the Sunrise Community Facility opened and added 15 beds, and the Ridgeview Community Facility was reduced by 4 beds. The Touchstone Community Facility opened in 2012.*

Data Sources :

FY 2008 through FY 2010 data are from legislative fiscal staff.

FY 2011 through FY 2012 data are from the DSHS Executive Management Information System.

FY 2013 through FY 2017 data are from the DSHS JRA and are based on the Caseload Forecast Council's actual and forecasted caseloads.

Department of Social and Health Services

Mental Health

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**941,691**	**918,591**	**1,860,282**
2015 Supplemental *	15,845	103,717	119,562
Total 2013-15 Biennium	**957,536**	**1,022,308**	**1,979,844**
2015-17 Maintenance Level	**985,893**	**1,204,054**	**2,189,947**
Policy Changes - Other			
1. Competency Restoration Ward	26,858	0	26,858
2. Single Bed Certification	31,400	18,262	49,662
3. Nonfelony Diversion	2,788	2,020	4,808
4. Program for Adaptive Living Skills	-10,400	0	-10,400
5. Criminal Incompetency	-550	-372	-922
6. Office of Forensic Mental Health	4,178	0	4,178
7. Civil Admission Ward at WSH	7,578	0	7,578
8. Competency Evaluation Staff	4,667	0	4,667
9. Ongoing Lease Adjustments	39	2	41
10. Community Competency Evaluations	402	0	402
11. L&I Settlement Agreement	2,151	0	2,151
12. Utilize I-502 Funds	-6,462	6,462	0
13. IMD Waiver	-9,430	0	-9,430
14. ITA Judicial Services	-650	0	-650
15. Medicaid Rates	-16,462	-16,468	-32,930
16. Detention Decision Review	4,716	2,653	7,369
17. Assisted Outpatient Treatment	9,556	6,054	15,610
18. Psych. Intensive Care Unit (PICU)	3,782	0	3,782
19. Psychiatric Emergency Response Team	3,497	0	3,497
Policy -- Other Total	**57,658**	**18,613**	**76,271**
Policy Changes - Comp			
20. State Public Employee Benefits Rate	-60	-4	-64
21. WFSE General Government	10,044	714	10,758
22. State Represented Emp Benefits Rate	-738	-52	-790
23. Nonrep Job Class Specific	60	4	64
24. SEIU 1199 NW Agreement	6,355	517	6,872
25. The Coalition of Unions Agreement	2,757	338	3,095
26. General Wage Incr-State Employees	1,378	105	1,483
Policy -- Comp Total	**19,796**	**1,622**	**21,418**
Total 2015-17 Biennium	**1,063,347**	**1,224,289**	**2,287,636**
Fiscal Year 2016 Total	519,218	608,641	1,127,859
Fiscal Year 2017 Total	544,129	615,648	1,159,777

Comments:

1. **Competency Restoration Ward** - The state hospitals have experienced delays in admitting individuals requiring competency restoration services. Chapter 5, Laws of 2015 (SSB 5889) establishes mandatory time limits for these admissions. Funding is provided for 60 competency restoration beds at Western State Hospital (WSH) and 30 competency restoration beds at Eastern State Hospital (ESH) so that the facilities can meet the mandatory time limits established in the act. This increases the number of forensic beds at WSH from 270 to 330, and at ESH from 95 to 125. The

Department of Social and Health Services
Mental Health

Department of Social and Health Services may contract for some of these beds in alternative locations if the Secretary determines there is a need.

2. **Single Bed Certification** - Funding is provided to reimburse Regional Support Networks (RSNs) for increased costs, as compared to utilization and costs in FY 2014, that are incurred in order to meet statutory obligations to provide individualized mental health treatment in appropriate settings to individuals who are detained or committed under the Involuntary Treatment Act (ITA). Prior to distributing funds to RSNs requesting reimbursement for costs relative to increased utilization, the Department must receive adequate documentation of such increased utilization and costs. Funding is also provided for staff to provide oversight to ensure that RSNs are meeting the statutory obligations. (General Fund-State, General Fund-Federal)

3. **Nonfelony Diversion** - Funding is provided pursuant to Chapter 7, Laws of 2015, 1st sp.s. (2E2SSB 5177) to provide outpatient mental health treatment for clients diverted from prosecution in non-violent cases where competency to stand trial is raised by the court or defendant. (General Fund-State, General Fund-Federal)

4. **Program for Adaptive Living Skills** - Non-Medicaid state funding provided to provide alternatives to the now closed Program for Adaptive Living Skills is eliminated. Medicaid clients must continue to receive medically necessary treatment services in accordance with the 1915(b) waiver. Non-medicaid clients may continue to receive services within available RSN resources.

5. **Criminal Incompetency** - The Department has not implemented funding provided solely for the implementation of Chapter 289, Laws of 2013 (E2SHB 1114). The funding level provided for this is reduced. (General Fund-State, General Fund-Federal)

6. **Office of Forensic Mental Health** - Funding is provided under Chapter 7, Laws of 2015, 1st sp.s., (2E2SSB 5177) to staff an Office of Forensic Mental Health including a director and for additional positions to provide workforce development, monitoring of forensic evaluation and treatment capacity and demand, planning related to a community-based competency restoration program, and for improving data, management, and oversight of the program.

7. **Civil Admission Ward at WSH** - Funding is provided for the continued operation of a 30-bed civil ward that was originally funded as part of the early action supplemental operating budget, Chapter 3, Laws of 2015 (SHB 1105). This increases the number of civil beds at WSH from 557 to 587.

8. **Competency Evaluation Staff** - The state hospitals have experienced delays in providing timely competency evaluation services to individuals in jails. Chapter 5, Laws of 2015 (SSB 5889) establishes mandatory time limits for these admissions. Funding is provided for 18.0 FTEs to provide competency evaluation services so that the facilities can meet the mandatory time limits established in the act.

9. **Ongoing Lease Adjustments** - Funding is provided for contractual lease rate adjustments and one-time tenant improvements.

10. **Community Competency Evaluations** - The state hospitals have experienced delays in providing timely competency evaluation services to individuals in jails. Chapter 5, Laws of 2015 (SSB 5889) establishes mandatory time limits for these admissions. Funding is provided for reimbursement of counties for competency evaluation services provided by local evaluators when state hospital evaluators are unable to meet the mandatory time limits established in the act.

11. **L&I Settlement Agreement** - Funding and FTEs are provided in order to backfill staffing on the wards at the state hospitals while staff complete additional annual training hours. In addition, two FTEs are provided to investigate and conduct root cause analysis on assaults that result in injuries and develop and coordinate implementation of process improvements plans.

12. **Utilize I-502 Funds** - Funding for a variety of alcohol and substance abuse prevention and treatment programs is shifted from the state general fund to the Dedicated Marijuana Revenue Account.

13. **IMD Waiver** - DSHS received a waiver effective October 1, 2014, that allows federal funding to be used in lieu of state funding for certain community inpatient stays in Institutions for Mental Diseases (IMDs) that were previously ineligible for federal match. A portion of the state savings related to this waiver are reduced from RSN funding for non-Medicaid services. This reduction will be distributed to RSN's based on the same proportions that were added to RSN capitation ranges specific to the waiver that allowed for federal funds to be used in IMDs. (General Fund-State, General Fund-Federal)

14. **ITA Judicial Services** - Funding for ITA judicial costs associated with state hospital patients in Spokane and Pierce Counties is reduced to reflect actual expenditures. (General Fund-State)

15. **Medicaid Rates** - RSN Medicaid capitation rates for disabled adults, non-disabled adults, disabled children, and non-disabled children are reduced. No RSN shall have its rate for these populations reduced below the bottom of the RSN's federally-allowable rate range. (General Fund-State, General Fund-Federal)

16. **Detention Decision Review** - Chapter 258, Laws of 2015 (E2SSB 5269) establishes a process allowing an immediate family

member, guardian, or conservator to petition the court for review of a designated mental health professional's decision not to seek a person's detention under the ITA. Funding is provided for increased involuntary treatment costs expected to result from implementation of the bill. (General Fund-State, General Fund-Federal)

17. **Assisted Outpatient Treatment** - Chapter 250, Laws of 2015 (E2SHB 1450) provides that persons meeting certain criteria may be committed by a court for involuntary outpatient mental health treatment on an assisted outpatient treatment order. Implementation of the bill is expected to increase community mental health outpatient costs and result in some reduction in community psychiatric inpatient costs. Funding is provided for the expected net increase in costs for the community mental health and alcohol and substance abuse programs. (General Fund-State, General Fund-Federal)

18. **Psych. Intensive Care Unit (PICU)** - Funding is provided for a Psychiatric Intensive Care Unit (PICU) to serve assaultive patients at both WSH and ESH. The PICUs will house high acuity patients for short-term stays with a transition back to a standard ward after stabilization. These patients will receive specialized patient care and treatment. This provides ongoing funding for a step in the early action supplemental operating budget, Chapter 3, Laws of 2015 (SHB 1105).

19. **Psychiatric Emergency Response Team** - Funding is provided to expand the Psychiatric Emergency Response Team (PERT) at WSH, create an additional team for day and evening shifts to support the civil wards at WSH, and add a single team for day and evening shifts at ESH. This provides ongoing funding for a step in the early action supplemental operating budget, Chapter 3, Laws of 2015 (SHB 1105).

20. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

21. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

22. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

23. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

24. **SEIU 1199 NW Agreement** - Funding is provided for the collective bargaining agreement with Service Employees International Union (SEIU) Healthcare 1199NW, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent, effective July 1, 2016; assignment pay in designated areas; increased funds for training reimbursement. (General Fund-State, Various Other Accounts)

25. **The Coalition of Unions Agreement** - Funding is provided for the collective bargaining agreement with The Coalition of Unions, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; annual payments for physicians and psychiatrists with board certifications; and salary adjustments for targeted classifications. (General Fund-State, Various Other Accounts)

26. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that

is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Social & Health Services
Mental Health

WORKLOAD HISTORY
By Fiscal Year

								Estimated		
	2008	**2009**	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**
State Hospitals [1]										
Avg Daily Census/Month	1,251	1,172	1,101	1,078	1,077	1,087	1,117	1,101	1236	1281
% Change from prior year	-3.1%	-6.3%	-6.1%	-2.1%	0.0%	0.9%	2.7%	-1.4%	12.3%	3.6%
Community Outpatient Services										
Avg Persons Served per Month	**49,203**	**44,953**	**54,166**	**60,137**	**59,050**	**58,840**	**63,469**	**69,805**	**73,494**	**74,557**
% Change from prior year	-1.3%	-8.6%	20.5%	11.0%	-1.8%	-0.4%	7.9%	10.0%	5.3%	1.4%
Adults	35,278	32,432	38,846	42,691	41,030	40,888	44,355	50,132	53,495	54,297
% Change from prior year	-1.3%	-8.1%	19.8%	9.9%	-3.9%	-0.3%	8.5%	13.0%	6.7%	1.5%
Children	13,925	12,521	15,319	17,445	18,020	17,952	19,114	19,673	20,000	20,260
% Change from prior year	-1.5%	-10.1%	22.3%	13.9%	3.3%	-0.4%	6.5%	2.9%	1.7%	1.3%
People on Medicaid	42,322	38,512	47,306	52,625	52,326	52,259	57,476	64,364	68,108	69,172
% Change from prior year	-1.1%	-9.0%	22.8%	11.2%	-0.6%	-0.1%	10.0%	12.0%	5.8%	1.6%
People not on Medicaid	6,881	6,441	6,859	7,512	6,725	6,581	5,993	5,441	5,386	5,386
% Change from prior year	-2.7%	-6.4%	6.5%	9.5%	-10.5%	-2.1%	-8.9%	-9.2%	-1.0%	0.0%

[1] *Includes: Eastern State Hospital, Western State Hospital (WSH), WSH Program for Adaptive Living Skills (PALS), and Child Study and Treatment Center.*

Data Sources :

FY 2002 through FY 2014 actuals are from DSHS reports.

FYs 2015, 2016 & 2017 estimates are by legislative fiscal committee staff.

Department of Social and Health Services

Developmental Disabilities

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**1,092,395**	**1,022,580**	**2,114,975**
2015 Supplemental *	20,942	18,808	39,750
Total 2013-15 Biennium	**1,113,337**	**1,041,388**	**2,154,725**
2015-17 Maintenance Level	**1,185,775**	**1,200,483**	**2,386,258**
Policy Changes - Other			
1. LEAN Reduction Restoration	5,922	0	5,922
2. ProviderOne Subsystem Delay	-774	-2,395	-3,169
3. RHC Medicaid Compliance	5,956	5,956	11,912
4. Specialized Services for DD Clients	1,116	1,074	2,190
5. Building Access Control System	10	7	17
6. ACA CHIP Match	-826	826	0
7. Basic Plus Waiver Transition	-2,800	0	-2,800
8. Adult Family Homes Award/Agreement	2,943	3,744	6,687
9. In-Home Care Providers Agreement	26,752	33,427	60,179
10. Agency Provider Parity	3,667	4,638	8,305
11. One-Time Relocation	314	218	532
12. Ongoing Lease Adjustments	612	425	1,037
13. YVS Crisis Stabilization Program	200	200	400
14. Assisted Living Rate Increase	56	70	126
15. Enhanced Respite	1,300	800	2,100
16. Community Respite Beds	1,100	700	1,800
17. Community Res Rate Adjustments	19,793	19,922	39,715
Policy -- Other Total	**65,341**	**69,612**	**134,953**
Policy Changes - Comp			
18. State Public Employee Benefits Rate	-44	-31	-75
19. WFSE General Government	7,035	4,842	11,877
20. State Represented Emp Benefits Rate	-569	-390	-959
21. Nonrep Job Class Specific	38	26	64
22. SEIU 1199 NW Agreement	1,188	742	1,930
23. The Coalition of Unions Agreement	46	33	79
24. General Wage Incr-State Employees	947	653	1,600
Policy -- Comp Total	**8,641**	**5,875**	**14,516**
Total 2015-17 Biennium	**1,259,757**	**1,275,970**	**2,535,727**
Fiscal Year 2016 Total	606,736	613,499	1,220,235
Fiscal Year 2017 Total	653,021	662,471	1,315,492

Comments:

1. **LEAN Reduction Restoration** - The portion of Lean savings distributed to the Developmental Disabilities Administration, one of the administrations within the Department of Social and Health Services (DSHS), is restored.

2. **ProviderOne Subsystem Delay** - Funding is reduced due to a one-year delay in the go-live date for the ProviderOne compensation subsystem. (General Fund-State, General Fund-Federal)

3. **RHC Medicaid Compliance** - Funding is provided for additional staff to ensure compliance with Centers for Medicare and

Medicaid Services requirements for habilitation, nursing care, staff safety, and client safety at the Residential Habilitation Centers. (General Fund-State, General Fund-Federal)

4. **Specialized Services for DD Clients** - Funding is provided for specialized services, such as community access and therapies, required by the Centers for Medicare and Medicaid Services as a result of Pre-Admission Screening and Resident Review Assessments. Additional services will be provided for residents of state-run Residential Habilitation Centers and community nursing facilities. (General Fund-State, General Fund-Federal)

5. **Building Access Control System** - One-time funding is provided to ensure that all building access control systems are compatible with Windows 7 or higher. (General Fund-State, General Fund-Federal)

6. **ACA CHIP Match** - The federal Affordable Care Act provides a 23 percent increase to the federal match rate for the Children's Health Insurance Program starting October 1, 2016, and lasting through September 30, 2019. This will increase Washington's match rate from 65 percent to 88 percent. (General Fund-State, General Fund-Federal)

7. **Basic Plus Waiver Transition** - The DSHS Developmental Disabilities Administration (DDA) currently provides employment and day support services to approximately 350 individuals using state-only funding. A majority of these individuals are eligible for Medicaid waiver services funded partially with state dollars and partially with federal dollars. This item transitions eligible state-only employment and day program clients to the Basic Plus waiver to capture allowable funding. This item also preserves a smaller state-only program for those individuals unable to meet waiver eligibility standards. (General Fund-State, General Fund-Federal)

8. **Adult Family Homes Award/Agreement** - Funding is provided for increases to the vendor rate for Adult Family Homes. Beginning July 1, 2015, the vendor rate is increased by 5 percent. Beginning July 1, 2016, the vendor rate is increased by 10 percent. These provisions are pursuant to the interest arbitration award between the Washington State Resident Care Council and the state of Washington. (General Fund-State, General Fund-Federal)

9. **In-Home Care Providers Agreement** - Funding is provided for an agreement with individual providers of in-home personal care services, which includes phased-in increases to the wage scale; increases in health care contributions; increases in the training contribution; an increase in personal time; and a retirement benefit contribution. (General Fund-State, General Fund-Federal)

10. **Agency Provider Parity** - RCW 74.39A.310 requires that home care agency providers shall receive wage and benefit parity with individual home care providers. Additional funding is provided for new or increased: wages; pay differentials; comprehensive health benefits; training contributions; personal time; and a retirement benefit. These provisions are pursuant to a tentative agreement between the Service Employees International Union (SEIU) Healthcare 775NW and the state of Washington. (General Fund-State, General Fund-Federal)

11. **One-Time Relocation** - One-time funding is provided for relocation expenses of office expansions and consolidations statewide. (General Fund-State, General Fund-Federal)

12. **Ongoing Lease Adjustments** - Funding is provided for contractual lease rate adjustments and one-time tenant improvements. (General Fund-State, General Fund-Federal)

13. **YVS Crisis Stabilization Program** - Funding is provided for additional emergent respite services at Yakima Valley School. (General Fund State, General Fund Federal)

14. **Assisted Living Rate Increase** - Beginning July 1, 2015, funding is provided for a vendor rate increase of 2.5 percent for assisted living facilities, Adult Residential Care, and Enhanced Adult Residential Care. (General Fund-State, General Fund-Federal)

15. **Enhanced Respite** - Funding is provided to support families of children who have developmental disabilities and who are in crisis with access to short-term respite in a community-based setting. This service is intended to provide families with a break in caregiving, the opportunity for behavioral stabilization of the child, and the ability to develop an individualized service plan to enable children to be able to remain in their family home. (General Fund-State, General Fund-Federal)

16. **Community Respite Beds** - Funding is provided to develop short-term community-based respite services across the state for individuals with developmental disabilities as an alternative to using respite services in an institutional setting. (General Fund-State, General Fund-Federal)

17. **Community Res Rate Adjustments** - Funding is provided for a vendor rate increase of approximately 8 percent for community residential providers of services to people with developmental disabilities. Beginning July 1, 2015, the benchmark rate for supported living providers, group homes, and licensed staff residential providers is increased by 60 cents, and beginning July 1, 2016, the benchmark rate is increased by an additional 60 cents. Funding is also provided to standardize administrative rates and develop an electronic rate setting module in the Comprehensive Assessment Reporting Evaluation System. (General Fund-State, General Fund-Federal)

18. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general

government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

19. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

20. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

21. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

22. **SEIU 1199 NW Agreement** - Funding is provided for the collective bargaining agreement with SEIU Healthcare 1199NW, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent, effective July 1, 2016; assignment pay in designated areas; increased funds for training reimbursement. (General Fund-State, Various Other Accounts)

23. **The Coalition of Unions Agreement** - Funding is provided for the collective bargaining agreement with The Coalition of Unions, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; annual payments for physicians and psychiatrists with board certifications; and salary adjustments for targeted classifications. (General Fund-State, Various Other Accounts)

24. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Social & Health Services
Developmental Disabilities

WORKLOAD HISTORY

By Fiscal Year

	2008	2009	2010	2011	2012	2013	2014	Estimated 2015	Estimated 2016	Estimated 2017
Institutions [1]										
Avg Monthly Population	997	982	983	945	905	892	882	876	867	857
% Change from prior year	0.1%	-1.4%	0.0%	-3.8%	-4.3%	-1.4%	-1.0%	-0.7%	-1.1%	-1.1%
Community Residential Programs [2]										
Avg Caseload	4,269	4,269	4,254	4,264	4,262	4,368	4,415	4,515	4,559	4,586
% Change from prior year	-0.7%	0.0%	-0.4%	0.2%	0.0%	2.5%	1.1%	2.3%	1.0%	0.6%
Employment & Day Programs [3]										
Avg Monthly Number Served	9,853	10,515	10,316	10,531	10,556	10,684	10,798	11,593	11,926	12,268
% Change from prior year	4.2%	6.7%	-1.9%	2.1%	0.2%	1.2%	1.1%	7.4%	2.9%	2.9%
Individual and Family Services [4]										
Number of Clients Served	549	2,347	2,197	1,994	1,259	1,353	2,087	2,940	4,940	6,940
% Change from prior year	-87.8%	327.5%	-6.4%	-9.2%	-36.9%	7.5%	54.2%	40.9%	68.0%	40.5%
Waiver Respite [5]										
Number of Clients Served	3,114	3,499	3,845	4,017	4,041	4,099	4,293	4,575	4,837	5,114
% Change from prior year	2314.0%	12.4%	9.9%	4.5%	0.6%	1.4%	4.7%	6.6%	5.7%	5.7%
Personal Care [6]										
Number of Clients Served	11,662	12,338	12,951	13,264	13,110	12,667	12,671	12,767	12,747	12,699
% Change from prior year	2.4%	5.8%	5.0%	2.4%	-1.2%	-3.4%	0.0%	0.8%	-0.2%	-0.4%

[1] *Caseload counts include long-term and short-term stays.*

[2] *Includes Alternate Living, Group Homes, Companion Homes, Supported Living, Community Protection, and Community Intermediate Care Facility for the Intellectually Disabled.*

[3] *Employment and day programs include Supported Employment, Group Supported Employment, Person to Person, Child Development Services, Sheltered Industries, and Community Access.*

[4] *Individual and Family Services (IFS) covers state-only respite, therapies, equipment and supplies, modifications for disability access, recreation, and nursing. Respite in the waivers was included in this caseload through 2006. At that time, the respite waiver services were moved to another budget unit. IFS now contains state-only respite. FY 2010 counts dropped for this time period due to the suspension of IFS services from January 2010 through June 2010. FY 2014 projects 700 increased enrollment from budget step, ramping up to a total of 1,500 more enrollments in FY 2015. In 2014, the Legislature directed Developmental Disabilities Administration (DDA) to convert the IFS Program into a Home and Community Based Services (HCBS) waiver. The IFS waiver was approved by the Center for Medicare and Medicaid Services (CMS) with an effective date of 6/1/15. DDA is converting eligible clients from state-funded IFS to the IFS waiver at the time of their annual assessment. In addition, the Legislature approved an additional 4,000 IFS waiver positions for the 2015-2017 biennial budget. The FY 2016 and FY 2017 estimates are provi by DDA program staff. The number of clients in IFS represent the number of clients served during the year which could include clients no longer on the program.*

[5] *Waiver respite was moved from Family Support to other community services.*

[6] *Personal care services include children and adults receiving individual provider and agency provider in-home services and personal care adult family home and adult residential care in both the Medicaid personal care and waiver programs.*

Data Sources :

For Personal Care, FY 2009 forward data are from the Caseload Forecast Council.

Except as noted above, FY 2016 and FY 2017 data are estimates from the allotment process.

Other data are from DSHS's Executive Management Information System and the Aging and Disability Services Administration Comprehensive Assessme Reporting Evaluation database.

DDA information for IFS and the Waiver Respite is from the Comprehensive Assessment Reporting Evaluation (CARE) system.

Department of Social and Health Services

Long-Term Care

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**1,774,182**	**2,045,945**	**3,820,127**
2015 Supplemental *	747	3,410	4,157
Total 2013-15 Biennium	**1,774,929**	**2,049,355**	**3,824,284**
2015-17 Maintenance Level	**1,815,289**	**2,330,247**	**4,145,536**
Policy Changes - Other			
1. LEAN Reduction Restoration	10,058	0	10,058
2. ProviderOne Subsystem Delay	-2,447	-7,575	-10,022
3. Area Agencies on Aging	5,228	5,226	10,454
4. Nursing Home Investigations	1,000	1,000	2,000
5. Specialized Equipment Distribution	0	400	400
6. Building Access Control System	24	23	47
7. Due Process for Adult Family Homes	116	114	230
8. Nursing Home Rates	-7,360	84,260	76,900
9. Adult Family Homes Award/Agreement	14,460	18,404	32,864
10. In-Home Care Providers Agreement	61,554	76,770	138,324
11. Agency Provider Parity	23,526	29,742	53,268
12. Health Homes	58	70	128
13. One-Time Relocation	183	169	352
14. Ongoing Lease Adjustments	269	248	517
15. Enhanced Services Facility	-1,137	-1,122	-2,259
16. Assisted Living Rate Increase	3,612	4,598	8,210
17. Long-Term Supports Insurance Study	100	300	400
Policy -- Other Total	**109,244**	**212,627**	**321,871**
Policy Changes - Comp			
18. State Public Employee Benefits Rate	-53	-44	-97
19. WFSE General Government	2,740	2,543	5,283
20. State Represented Emp Benefits Rate	-193	-179	-372
21. Nonrep Job Class Specific	10	4	14
22. SEIU 1199 NW Agreement	796	844	1,640
23. General Wage Incr-State Employees	1,165	993	2,158
Policy -- Comp Total	**4,465**	**4,161**	**8,626**
Total 2015-17 Biennium	**1,928,998**	**2,547,035**	**4,476,033**
Fiscal Year 2016 Total	923,349	1,221,176	2,144,525
Fiscal Year 2017 Total	1,005,649	1,325,859	2,331,508

Comments:

1. **LEAN Reduction Restoration** - The portion of Lean savings distributed to the Aging and Long Term Support Administration, one of the administrations within the Department of Social and Health Services (DSHS), is restored.

2. **ProviderOne Subsystem Delay** - Funding is reduced due to a one year delay in the go-live date for the provider compensation subsystem. (General Fund-State, General Fund-Federal)

3. **Area Agencies on Aging** - The Area Agencies on Aging provide ongoing case management services for clients receiving personal care and help them find providers for health

insurance, transportation, and medical care. Funding is provided to lower the ratio of case carrying staff to clients from 1-to-75 to 1-to-70 during the 2015-17 biennium. (General Fund-State, General Fund-Federal)

4. **Nursing Home Investigations** - Funding is provided for additional staff needed to conduct licensing, inspections and an increase in provider practice complaint investigations in nursing homes. (General Fund-Private/Local, General Fund-Federal)

5. **Specialized Equipment Distribution** - Funding is provided for the distribution of specialized customer premises equipment (CPE) to low-income individuals who are hearing and sight impaired. These individuals need specialized CPE to effectively access telecommunications service, Internet access service, and advanced communications. (General Fund-Federal)

6. **Building Access Control System** - One-time funding is provided to ensure that all building access control systems are compatible with Windows 7 or higher. (General Fund-State, General Fund-Federal)

7. **Due Process for Adult Family Homes** - Funding is provided to implement Chapter 266, Laws of 2015 (SSB 5877 - due process for adult family homes). DSHS will reimburse the Office of Administrative Hearings for the cost associated with increased hearings for adult family home providers. (General Fund-State, General Fund-Federal)

8. **Nursing Home Rates** - During FY 2016, the nursing facility payment methodology from FY 2015 remains in place. Beginning July 1, 2016, a new methodology for calculating nursing facility rates is implemented. The new methodology consists of rate components for direct care, indirect care, capital, and quality. The only remaining rate add-on is the reimbursement of the safety net assessment paid on Medicaid beds. Direct care is a flat rate at the industry median adjusted for resident acuity. After the transition to the new payment methodology, providers with costs below the industry median will have sufficient funding to increase staffing ratios or wages for employees. The direct care component will continue to be subject to the settlement process. Therefore, if providers do not increase staffing ratios or increase wages for employees, then funding for direct care will be returned to the state through the settlement process. (General Fund-State, Skilled Nursing Facility Net Trust Fund-State, General Fund-Federal)

9. **Adult Family Homes Award/Agreement** - Funding is provided for increases to the vendor rate for Adult Family Homes. Beginning July 1, 2015, the vendor rate is increased by 5 percent. Beginning July 1, 2016, the vendor rate is increased by 10 percent. These provisions are pursuant to the interest arbitration award between the Washington State Resident Care Council and the state of Washington. (General Fund-State, General Fund-Federal)

10. **In-Home Care Providers Agreement** - Funding is provided for an agreement with individual providers of in-home personal care services, which includes phased-in changes and increases to the wage scale; increases in health care contributions; increases in the training contribution; an increase in personal time; and a retirement benefit contribution. (General Fund-State, General Fund-Federal)

11. **Agency Provider Parity** - RCW 74.39A.310 requires that home care agency providers shall receive wage and benefit parity with individual home care providers. Additional funding is provided for new or increased: wages; pay differentials; comprehensive health benefits; training contributions; personal time; and a retirement benefit. These provisions are pursuant to a tentative agreement between the Service Employees International Union Healthcare (SEIU) 775NW and the state of Washington. (General Fund-State, General Fund-Federal)

12. **Health Homes** - The Health Homes program integrates care within existing systems for high-risk, high-cost adults and children, including clients that are dully-eligible for Medicare and Medicaid. Funding for dual eligibles ends September 31, 2015. Funding is provided to continue providing these services for dual eligibles until December 31, 2015. The Health Care Authority forecasts that it will receive a bonus payment from the federal government based on Medicare cost savings related to Health Home services provided in calendar year 2015. (General Fund-State, General Fund-Federal)

13. **One-Time Relocation** - One-time funding is provided for relocation expenses of office expansions and consolidations statewide. (General Fund-State, General Fund-Federal)

14. **Ongoing Lease Adjustments** - Funding is provided for contractual lease rate adjustments and one-time tenant improvements. (General Fund-State, General Fund-Federal)

15. **Enhanced Services Facility** - Funding is reduced due to a delay in implementing enhanced services facilities in the community to serve persons with both personal care and cognitive/behavioral support needs who no longer require active treatment. (General Fund-State, General Fund-Federal)

16. **Assisted Living Rate Increase** - Beginning July 1, 2015, funding is provided for a vendor rate increase of 2.5 percent for assisted living facilities, Adult Residential Care, and Enhanced Adult Residential Care. (General Fund-State, General Fund-Federal)

Department of Social and Health Services

Long-Term Care

17. **Long-Term Supports Insurance Study** - Funding is provided for an actuarial insurance industry study of options to finance long-term care insurance for Washington State citizens, including both public and public-private financing. (General Fund-State, General Fund-Federal, General Fund-Private/Local)

18. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

19. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

20. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

21. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

22. **SEIU 1199 NW Agreement** - Funding is provided for the collective bargaining agreement with SEIU Healthcare 1199NW, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent, effective July 1, 2016; assignment pay in designated areas; increased funds for training reimbursement. (General Fund-State, Various Other Accounts)

23. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Social & Health Services
Long-Term Care Services

WORKLOAD HISTORY
By Fiscal Year

	2008	2009	2010	2011	2012	2013	2014	Estimated 2015	Estimated 2016	Estimated 2017
Nursing Homes										
Avg # Served per Day	11,057	10,993	10,866	10,596	10,324	10,231	10,119	10,014	10,065	10,124
% Change from prior year	-4.2%	-0.6%	-1.2%	-2.5%	-2.6%	-0.9%	-1.1%	-1.0%	0.5%	0.6%
Community Care [1]										
Avg # Served per Month	39,523	41,778	44,080	46,038	48,143	49,057	50,105	51,633	53,430	55,583
% Change from prior year	3.7%	5.7%	5.5%	4.4%	4.6%	1.9%	2.1%	3.0%	3.5%	4.0%
Combined Total										
Avg Persons Served	**50,580**	**52,771**	**54,947**	**56,634**	**58,467**	**59,288**	**60,224**	**61,646**	**63,495**	**65,707**
% Change from prior year	1.9%	4.3%	4.1%	3.1%	3.2%	1.4%	1.6%	2.4%	3.0%	3.5%

[1] *Includes Chore Services, Community Options Program Entry Services (COPES), Medically Needy, Adult Residential, Medicaid Personal Care, and Community First Choice.*

Data Sources :
Caseload Forecast Council and legislative fiscal staff.

Department of Social and Health Services

Economic Services Administration

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**746,717**	**1,276,812**	**2,023,529**
2015 Supplemental *	-11,021	36,510	25,489
Total 2013-15 Biennium	**735,696**	**1,313,322**	**2,049,018**
2015-17 Maintenance Level	**841,938**	**1,227,628**	**2,069,566**
Policy Changes - Other			
1. Family Child Care Providers	6,166	0	6,166
2. Child Care Center Providers	3,487	0	3,487
3. Behavioral Intervention Grants	0	3,912	3,912
4. Medicaid Cost Allocation Changes	0	-8,405	-8,405
5. Data Center & Mainframe Costs	1,004	1,102	2,106
6. Building Access Control System	155	93	248
7. Expenditure Authority Adjustment	-7,600	0	-7,600
8. One-Time Relocation	258	152	410
9. Ongoing Lease Adjustments	-76	-58	-134
10. SNAP Federal Grant	0	13,954	13,954
11. TANF Grant	30,623	0	30,623
12. WorkFirst Underspend	-5,000	0	-5,000
13. WA Telephone Assistance Program	-4,068	0	-4,068
14. TANF - Participation Incentive	-15,910	0	-15,910
15. Staffing Reduction	-4,351	-1,513	-5,864
16. Early Start Act	-148	0	-148
17. WCCC 12 Month Eligibility	22,229	0	22,229
18. Reduced Workload	-668	-666	-1,334
19. State Food Program	9,584	0	9,584
20. WorkFirst Fund Balance	-28,604	28,604	0
Policy -- Other Total	**7,081**	**37,175**	**44,256**
Policy Changes - Comp			
21. State Public Employee Benefits Rate	-92	-60	-152
22. WFSE General Government	11,137	8,308	19,445
23. State Represented Emp Benefits Rate	-740	-431	-1,171
24. Nonrep Job Class Specific	34	362	396
25. General Wage Incr-State Employees	1,901	1,262	3,163
Policy -- Comp Total	**12,240**	**9,441**	**21,681**
Policy Changes - Transfers			
26. Early Achievers Level 2	-7,062	0	-7,062
Policy -- Transfer Total	**-7,062**	**0**	**-7,062**
Total 2015-17 Biennium	**854,197**	**1,274,244**	**2,128,441**
Fiscal Year 2016 Total	408,958	633,099	1,042,057
Fiscal Year 2017 Total	445,239	641,145	1,086,384

Comments:

1. **Family Child Care Providers** - Funding is provided for the collective bargaining agreement (CBA) with family home child care providers which will increase base payment rates by 2 percent in FY 2017, and increase the non-standard hours bonus

Department of Social and Health Services
Economic Services Administration

to $75 with a cap. Funding provided to the Economic Services Administration (ESA) covers payment increases for the Working Connections Child Care (WCCC) program. This also includes funding for health benefits for child care providers covered by the CBA.

2. **Child Care Center Providers** - Funding is provided in FY 2017 for a 2 percent base rate increase for center-based child care providers.

3. **Behavioral Intervention Grants** - One-time federal expenditure authority is increased to allow the agency to draw down a federal grant award to complete a demonstration and evaluation project. The pilot project uses behavioral economics focusing on engagement, intervention, enforcement, and evaluation. (General Fund-Federal)

4. **Medicaid Cost Allocation Changes** - As a result of the medical eligibility change, the Department of Social and Health Services (DSHS) receives less Medicaid funds to support its administrative costs. Clients currently access Modified Adjusted Gross Income Medicaid through the Health Benefit Exchange. Prior to the Affordable Care Act, clients accessed medical benefits, in addition to food and cash benefits, through the DSHS. By October 2015, DSHS staff will assist clients at Community Service Offices, or clients who call DSHS for services, in accessing medical coverage through the Healthplanfinder. This will allow for increased federal participation that will cover a portion of DSHS administrative costs previously covered by Medicaid funds. During the 2015-17 biennium, Temporary Assistance for Needy Families (TANF) funds will also be used to offset a portion of the reduction. The remainder of the shortfall will result in the reduction of 42 FTEs. (General Fund-Federal)

5. **Data Center & Mainframe Costs** - Funding is provided for ongoing costs related to the State Data Center and lease of a new mainframe used in the State Data Center. (General Fund-State, General Fund-Federal)

6. **Building Access Control System** - Funding is provided to update building access controls at DSHS locations. (General Fund-State, General Fund-Federal)

7. **Expenditure Authority Adjustment** - Expenditure authority is reduced for Diversion Cash Assistance ($2.7 million per year) and for incapacity exams ($1.1 million per year) to reflect projected under-expenditures within the programs. (General Fund-State)

8. **One-Time Relocation** - One-time funding is provided for relocation expenses for statewide office expansions and consolidations. (General Fund-State, General Fund-Federal)

9. **Ongoing Lease Adjustments** - Funding is adjusted to reflect changes in lease costs within ESA. (General Fund-State, General Fund-Federal)

10. **SNAP Federal Grant** - Federal authority is provided for a three-year federal Supplemental Nutrition Assistance Program (SNAP) grant that focuses on assisting SNAP recipients return to work. (General Fund-Federal)

11. **TANF Grant** - Funding is provided for a TANF grant increase of 9 percent beginning in fiscal year 2016.

12. **WorkFirst Underspend** - Funding for Workfirst job activities is reduced to reflect under-expenditures in the program resulting from declining caseloads and fewer participants in paid jobs programs.

13. **WA Telephone Assistance Program** - Funding is eliminated for the state-funded Washington Telephone Assistance Program (WTAP). WTAP services include subsidized land-line telephone assistance and community voicemail for eligible recipients of many Medicaid and public assistance programs. (General Fund-State)

14. **TANF - Participation Incentive** - Funding is eliminated for an additional $55 incentive payment to TANF parents who participate in mandatory WorkFirst activities at least 20 hours per week and meet the requirements of their Individual Responsibility Plans. Payments were to begin in the last quarter of FY 2015, however information system changes have not occurred to enable the payment during FY 2015. The incentive payment was to be provided in addition to the regular monthly cash assistance.

15. **Staffing Reduction** - FTEs and associated funding are eliminated for 40 financial service specialist positions statewide. (General Fund-State, General Fund-Federal)

16. **Early Start Act** - Funding is adjusted to reflect staffing changes associated with Chapter 7, Laws of 2015, 3rd sp.s. (2E2SHB 1491 - Early care and education system).

17. **WCCC 12 Month Eligibility** - Funding is provided for additional WCCC subsidies in fiscal year 2017 to implement 12-month eligibility consistent with Chapter 7, Laws of 2015, 3rd sp.s., (2E2SHB 1491).

18. **Reduced Workload** - Reduce 9 FTEs due to caseload declines in the Aged, Blind, and Disabled program and TANF/WorkFirst program. (General Fund-State)

19. **State Food Program** - Funding is provided to increase the state Food Assistance Program benefit from 75 percent of the federal food benefit level to 100 percent of the federal food benefit level beginning July 1, 2015.

20. **WorkFirst Fund Balance** - There is a one-time reduction of unallocated general fund state fund balance that will be offset by using available federal TANF funds during the 2015-17

biennium. (General Fund-State, General Fund-Federal)

21. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

22. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

23. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

24. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

25. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

26. **Early Achievers Level 2** - Funding for Level 2 payments for WCCC providers who participate in the Early Achievers program is transferred from the Department of Social and Health Services to the Department of Early Learning.

Department of Social & Health Services
Economic Services Administration

WORKLOAD HISTORY
By Fiscal Year

								Estimated		
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Aged, Blind, or Disabled Assistance Program (1)										
Avg Monthly Caseload					17,953	22,296	23,676	21,158	20,239	20,051
% Change from prior year						24.2%	6.2%	-10.6%	-4.3%	-0.9%
TANF Cases (2)										
Avg Monthly Caseload	50,119	56,458	64,450	65,137	54,435	48,678	42,569	35,508	32,262	30,932
% Change from prior year	-3.5%	12.6%	14.2%	1.1%	-16.4%	-10.6%	-12.5%	-16.6%	-9.1%	-4.1%
Working Connections Child Care (3)										
Avg # Children Served/Month	59,829	61,113	64,127	60,316	43,826	43,322	47,265	50,169	51,073	56,372
% Change from prior year	0.4%	2.1%	4.9%	-5.9%	-27.3%	-1.1%	9.1%	6.1%	1.8%	10.4%

Data Sources :

(1) The Aged, Blind, or Disabled Assistance Program began November 1, 2011. The caseload for FY 2012 reflects the estimated caseload average from November 2011 through June 2012. Caseload data is from the Caseload Forecast Council (CFC)

FY 2015 through FY 2017 Aged, Blind, or Disabled Assistance Program estimates are from the CFC February 2015 forecast.

(2) FY 2006 through FY 2013 Temporary Assistance for Needy Families (TANF) case actuals are from the Office of Financial Management (OFM).

FY 2015 through FY 2017 TANF case estimates are from the CFC February 2015 TANF forecast and estimated impacts of legislation.

(3) FY 2006 through FY 2007 Child Care actuals are from Department of Social and Health Services Division of Research and Data Analysis reports.

FY 2008 through FY 2013 Child Care actuals are from OFM.

FY 2015 through FY 2017 Child Care estimates are from the CFC February 2015 Working Connections forecast and estimated impacts of legislation.

Department of Social and Health Services

Alcohol & Substance Abuse

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**137,793**	**312,602**	**450,395**
2015 Supplemental *	-5,786	9,297	3,511
Total 2013-15 Biennium	**132,007**	**321,899**	**453,906**
2015-17 Maintenance Level	**141,984**	**455,261**	**597,245**
Policy Changes - Other			
1. FAS Evaluation Training	0	200	200
2. I-502 Cost Benefit Evaluation	0	400	400
3. Healthy Youth Survey	0	1,000	1,000
4. Prevention Grants	0	5,000	5,000
5. Utilize I-502 Funds	-16,496	21,208	4,712
6. Home Visiting	0	2,000	2,000
7. Parent Child Assistance Prorgam	0	791	791
8. Life Skills Training	0	500	500
9. Tribal Prevention Services	0	772	772
10. Youth Residential Treatment	0	5,267	5,267
11. Evidence Based Practices	0	500	500
12. Assisted Outpatient Treatment	1,294	1,787	3,081
13. Medicaid Funding for CD Services	306	2,232	2,538
14. SUD Medicaid Rates	2,212	4,614	6,826
Policy -- Other Total	**-12,684**	**46,271**	**33,587**
Policy Changes - Comp			
15. State Public Employee Benefits Rate	-15	-3	-18
16. WFSE General Government	100	18	118
17. State Represented Emp Benefits Rate	-7	0	-7
18. Nonrep Job Class Specific	8	2	10
19. General Wage Incr-State Employees	274	72	346
Policy -- Comp Total	**360**	**89**	**449**
Total 2015-17 Biennium	**129,660**	**501,621**	**631,281**
Fiscal Year 2016 Total	64,766	233,622	298,388
Fiscal Year 2017 Total	64,894	267,999	332,893

Comments:

1. **FAS Evaluation Training** - Federal expenditure authority is provided for expansion of Fetal Alcohol Syndrome Diagnostic and Prevention Network services that can be billed to Medicaid. (General Fund-Federal)

2. **I-502 Cost Benefit Evaluation** - Initiative 502 (I-502), passed by voters in 2012, authorizes the regulation, sale and taxation of marijuana for adults over the age of 21. Funding is provided for a contract with the Washington State Institute for Public Policy to conduct a cost-benefit evaluation of implementation of I-502, as required by the initiative. A preliminary report is due to the Legislature by September 1, 2015, and the first final report is due by September 1, 2017. (Dedicated Marijuana Account-State)

3. **Healthy Youth Survey** - Initiative 502, passed by voters in 2012, authorizes the regulation, sale and taxation of marijuana for adults over the age of 21. Funding is provided to design and administer the Washington State Healthy Youth Survey authorized in the initiative. (Dedicated Marijuana Account-State)

Department of Social and Health Services
Alcohol & Substance Abuse

4. **Prevention Grants** - Funding is provided to implement community-based programs and practices aimed at the comprehensive prevention or reduction of substance abuse. This shall include grants to community based programs which provide prevention services or activities to youth as well as programs for school-based resource officer services.

5. **Utilize I-502 Funds** - Funding for a variety of alcohol and substance abuse prevention and treatment programs is shifted from General Fund-State and the Substance Abuse Prevention and Treatment Block Grant to the Dedicated Marijuana Revenue Account to the extent required to achieve the savings associated with this step. This may include: funding provided for a) outpatient and residential treatment for children and youth; b) pregnant and parenting women case management, housing supports, and residential treatment programs; c) contracts for specialized fetal alcohol services; and d) youth drug courts. This also includes $1.4 million that must be transferred into the Home Visiting Services Account and $3.3 million that must be used for an interagency agreement with the Juvenile Rehabilitation Administration to provide substance abuse treatment programs for juvenile offenders. The Department of Social and Health Services (DSHS) must shift federal grant funds in order to achieve the General Fund-State savings associated with this step while maintaining funding for current programs. (General Fund-State; Dedicated Marijuana Account-State)

6. **Home Visiting** - An increase of $2.0 million is provided to increase home visiting services. These funds must be transferred into the Home Visiting Services Account. (Dedicated Marijuana Account-State)

7. **Parent Child Assistance Prorgam** - An increase of $791,000 is provided for services to pregnant and parenting women through the Parent Child Assistance Program. (Dedicated Marijuana Account-State)

8. **Life Skills Training** - Funding is provided for a grant to the Office of the Superintendent of Public Instruction to provide life skills training to children and youth in schools that are in high-need communities. (Dedicated Marijuana Account-State)

9. **Tribal Prevention Services** - Funding is provided to increase prevention and treatment services provided by tribes to children and youth. (Dedicated Marijuana Account-State)

10. **Youth Residential Treatment** - Funding is provided to increase youth residential treatment services. (Dedicated Marijuana Account-State; General Fund-Federal)

11. **Evidence Based Practices** - Funding is provided for training and technical assistance for the implementation of evidence-based, research-based and promising programs which prevent or reduce substance use disorders amongst youth. (Dedicated Marijuana Account-State)

12. **Assisted Outpatient Treatment** - Chapter 250, Laws of 2015 (E2SHB 1450) provides that persons meeting certain criteria may be committed by a court for involuntary outpatient mental health treatment on an assisted outpatient treatment order. Implementation of the bill is expected to increase community mental health outpatient costs and result in some reduction in community psychiatric inpatient costs. Funding is provided for the expected net increase in costs for the community mental health and alcohol and substance abuse programs. (General Fund-State, General Fund-Federal)

13. **Medicaid Funding for CD Services** - Funding for community outpatient services provided to Medicaid enrollees under Department of Corrections (DOC) community supervision will be purchased through Behavioral Health Organizations effective April 1, 2016. This will allow for the leverage of federal matching funds for these services. Funds required for state match are transferred from DOC to DSHS. Funding for services that cannot be provided under the Medicaid program remains within DOC. (General Fund-State, General Fund-Federal)

14. **SUD Medicaid Rates** - Funding is provided for Medicaid rate increases for the following substance use disorder (SUD) services: a) group treatment; b) opiate substitution treatment; c) pregnant and parenting women residential; and d) pregnant and parenting case management services. (General Fund-State, General Fund-Federal)

15. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

16. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for

targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

17. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

18. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

19. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Social & Health Services
Alcohol & Substance Abuse

WORKLOAD HISTORY
By Fiscal Year

								Estimated		
	2008	2009	2010	2011	2012	2013	2014	2015	FY 16	FY 17
Assessment										
Avg Monthly Assessments	3,890	3,994	3,846	3,847	3,568	3,527	3,467	3,447	3792	4528
% Change from prior year	4.0%	2.7%	-3.7%	0.0%	-7.3%	-1.1%	-1.7%	-0.6%	10.0%	19.4%
Outpatient Treatment										
Avg Monthly Admissions	2,924	3,166	3,037	2,945	2,725	2,756	2,726	2,756	3032	3620
% Change from prior year	4.9%	8.3%	-4.1%	-3.0%	-7.5%	1.1%	-1.1%	1.1%	10.0%	19.4%
Residential										
Avg Monthly Admissions	1,283	1,285	1,164	1,141	1,015	943	932	923	952	987
% Change from prior year	4.3%	0.2%	-9.4%	-2.0%	-11.0%	-7.1%	-1.2%	-1.0%	3.1%	3.7%

Data Sources :

FY 2006 through FY 2015 data are provided from Department of Social and Health Services (DSHS) reports.

FY 2016 & FY 2017 workload estimates provided by legislative staff.

Department of Social and Health Services

Vocational Rehabilitation

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**27,651**	**99,397**	**127,048**
2015 Supplemental *	-123	0	-123
Total 2013-15 Biennium	**27,528**	**99,397**	**126,925**
2015-17 Maintenance Level	**24,515**	**99,251**	**123,766**
Policy Changes - Other			
1. Building Access Control System	28	0	28
2. One-Time Relocation	150	0	150
3. Ongoing Lease Adjustments	130	0	130
Policy -- Other Total	**308**	**0**	**308**
Policy Changes - Comp			
4. State Public Employee Benefits Rate	-6	0	-6
5. WFSE General Government	1,453	0	1,453
6. State Represented Emp Benefits Rate	-94	0	-94
7. General Wage Incr-State Employees	144	0	144
Policy -- Comp Total	**1,497**	**0**	**1,497**
Total 2015-17 Biennium	**26,320**	**99,251**	**125,571**
Fiscal Year 2016 Total	12,896	48,232	61,128
Fiscal Year 2017 Total	13,424	51,019	64,443

Comments:

1. **Building Access Control System** - One-time funding is provided to ensure that all building access control systems are compatible with Windows 7 or higher.

2. **One-Time Relocation** - One-time funding is provided for relocation expenses of office expansions and consolidations statewide.

3. **Ongoing Lease Adjustments** - Funding is provided for contractual lease rate adjustments and one-time tenant improvements.

4. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

5. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

6. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation

meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

7. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Social and Health Services

Special Commitment Center

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**74,288**	**0**	**74,288**
2015 Supplemental *	18	0	18
Total 2013-15 Biennium	**74,306**	**0**	**74,306**
2015-17 Maintenance Level	**75,123**	**0**	**75,123**
Policy Changes - Other			
1. Staff - Secure Community Transition	744	0	744
2. Forensic Psychologists	90	0	90
3. Community Placement Staff	-304	0	-304
4. SCC Administrative Services	-360	0	-360
5. Enhanced Sexual Predator Reviews	156	0	156
6. SCC Health Services	-1,340	0	-1,340
7. Medicaid Match Savings	-418	0	-418
8. Meal Cost Efficiencies	-525	0	-525
Policy -- Other Total	**-1,957**	**0**	**-1,957**
Policy Changes - Comp			
9. State Public Employee Benefits Rate	-8	0	-8
10. WFSE General Government	1,610	0	1,610
11. State Represented Emp Benefits Rate	-117	0	-117
12. SEIU 1199 NW Agreement	109	0	109
13. The Coalition of Unions Agreement	26	0	26
14. General Wage Incr-State Employees	160	0	160
Policy -- Comp Total	**1,780**	**0**	**1,780**
Total 2015-17 Biennium	**74,946**	**0**	**74,946**
Fiscal Year 2016 Total	37,680	0	37,680
Fiscal Year 2017 Total	37,266	0	37,266

Comments:

1. **Staff - Secure Community Transition** - Funding is provided for five staff at the secure community transition facilities (SCTF) to support the increased number of residents being approved for community transition. Funding is provided for one Washington Management Service manager and four Rehabilitation Counselors. Chapter 71.09 RCW requires that all SCTF residents must have a trained staff escort or court-approved chaperone with them at all times.

2. **Forensic Psychologists** - The Department of Social and Health Services (DSHS) is required to produce annual reviews of sexually violent predators in a timely manner, as directed by Chapter 71.09 RCW. Without timely annual reviews, there is a potential risk of residents being released, because they cannot be legally placed at the Special Commitment Center (SCC). The SCC is currently incurring costs for reviews completed by contracted psychologists, and these costs range from $3,500-$4,500 per review. Funding is provided for additional contracted capacity to prevent a backlog of annual reviews.

3. **Community Placement Staff** - This item eliminates two community placement staff positions responsible for placement services and connecting the SCC residents to community resources.

4. **SCC Administrative Services** - Savings related to cost containment and efficiencies for administrative functions in the SCC are achieved primarily through the elimination of two administrative support staff.

Department of Social and Health Services
Special Commitment Center

5. **Enhanced Sexual Predator Reviews** - Funding is provided to implement Chapter 278, Laws of 2015 (HB 1059 - sexually violent predators). DSHS will conduct additional annual reviews of residents in the SCC. The Attorney General anticipates lower expenditures for post-commitment litigation.

6. **SCC Health Services** - Funding is reduced based on changing access to health services for residents during time after regular business hours from a 24/7 access model beginning January 1, 2016.

7. **Medicaid Match Savings** - There has been a reduction in the cost of health care expenses for residents of the SCC, SCTF, and less restrictive alternative placements. These savings were achieved through increased efforts to maximize eligibility and enrollment in efficient health care payment systems, such as Medicaid, Medicare, Veterans Health, and Affordable Care Act provisions.

8. **Meal Cost Efficiencies** - Funding is reduced to assume a 20 percent efficiency in cost for meals by using more efficient ways to provide meals to its residents. DSHS shall implement reductions beginning January 1, 2016.

9. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

10. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

11. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

12. **SEIU 1199 NW Agreement** - Funding is provided for the collective bargaining agreement with Service Employees International Union (SEIU) Healthcare 1199NW, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent, effective July 1, 2016; assignment pay in designated areas; increased funds for training reimbursement. (General Fund-State, Various Other Accounts)

13. **The Coalition of Unions Agreement** - Funding is provided for the collective bargaining agreement with The Coalition of Unions, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; annual payments for physicians and psychiatrists with board certifications; and salary adjustments for targeted classifications. (General Fund-State, Various Other Accounts)

14. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Social & Health Services
Special Commitment Center

WORKLOAD HISTORY
By Fiscal Year

								Estimated		
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Special Commitment Center - Main Facility										
Avg Daily Population/Month	271	279	280	281	282	272	265	265	265	265
% Change from prior year	7.8%	3.1%	0.2%	0.3%	0.5%	-3.7%	-2.5%	0.0%	0.0%	0.0%
Special Commitment Center - Less Restrictive Alternatives [1]										
Avg Daily Population/Month	13	15	16	20	21	23	26	29	29	29
% Change from prior year	4.9%	19.2%	3.9%	30.5%	4.5%	6.3%	15.1%	9.9%	0.4%	0.0%

[1] *Includes persons in less restrictive alternative placements on McNeil Island and other locations. Beginning in FY 2002, funding for County Commitment program beds was eliminated.*

Data Sources :

FY 2008 through FY 2017 from the Department of Social and Health Services, caseload and expenditure forecast materials.

Department of Social and Health Services
Administration & Supporting Services

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**58,086**	**37,721**	**95,807**
2015 Supplemental *	403	99	502
Total 2013-15 Biennium	**58,489**	**37,820**	**96,309**
2015-17 Maintenance Level	**62,397**	**38,333**	**100,730**
Policy Changes - Other			
1. Building Access Control System	2	0	2
2. One-Time Relocation	44	10	54
3. Ongoing Lease Adjustments	207	45	252
4. Language Access Providers Agreement	117	50	167
Policy -- Other Total	**370**	**105**	**475**
Policy Changes - Comp			
5. State Public Employee Benefits Rate	-105	-21	-126
6. WFSE General Government	1,542	103	1,645
7. State Represented Emp Benefits Rate	-83	-6	-89
8. Nonrep Job Class Specific	97	20	117
9. General Wage Incr-State Employees	2,117	402	2,519
Policy -- Comp Total	**3,568**	**498**	**4,066**
Total 2015-17 Biennium	**66,335**	**38,936**	**105,271**
Fiscal Year 2016 Total	32,668	19,329	51,997
Fiscal Year 2017 Total	33,667	19,607	53,274

Comments:

1. **Building Access Control System** - One-time funding is provided to help ensure that the building access systems in all Department of Social and Health Services offices are compatible with Windows 7 or higher. (General Fund-State, General Fund-Federal)

2. **One-Time Relocation** - One-time funding is provided for the relocation expenses of office expansions and consolidations statewide. (General Fund-State, General Fund-Federal)

3. **Ongoing Lease Adjustments** - Funding is provided for contractual lease rate adjustments and one-time tenant improvements. (General Fund-State, General Fund-Federal)

4. **Language Access Providers Agreement** - Funding is provided for a collective bargaining agreement with language access providers, which includes increases in the hourly rate; an increase in the rate for a cancelled appointment longer than one hour in duration; and elimination of state payment for mileage or travel. (General Fund-State, General Fund-Federal)

5. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

6. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than

$2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

7. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

8. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

9. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Social and Health Services

Payments to Other Agencies

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**128,538**	**58,340**	**186,878**
2015 Supplemental *	1,604	-1,581	23
Total 2013-15 Biennium	**130,142**	**56,759**	**186,901**
2015-17 Maintenance Level	**124,437**	**53,396**	**177,833**
Policy Changes - Other			
1. Juvenile Welfare in Ferry County	142	62	204
2. CTS Rate Adjustment	-86	-18	-104
3. Archives/Records Management	49	10	59
4. Audit Services	-13	-4	-17
5. Legal Services	2,676	588	3,264
6. Office of Chief Information Officer	80	18	98
7. Administrative Hearings	478	105	583
8. CTS Central Services	729	159	888
9. DES Central Services	896	200	1,096
10. Core Financial Systems Replacement	436	96	532
11. Fleet Program Rate Reduction	-218	-48	-266
12. Time, Leave and Attendance System	911	0	911
13. Self-Insurance Liability Premium	-4,448	-977	-5,425
14. AG Interagency Agreements	-1,812	-398	-2,210
15. Child Permanency	1,941	49	1,990
16. Extended Foster Care - Medical	8	0	8
Policy -- Other Total	**1,769**	**-158**	**1,611**
Total 2015-17 Biennium	**126,206**	**53,238**	**179,444**
Fiscal Year 2016 Total	64,440	26,654	91,094
Fiscal Year 2017 Total	61,766	26,584	88,350

Comments:

1. **Juvenile Welfare in Ferry County** - Ongoing funding is provided for Attorney General's Office (AGO) representation of the Department of Social and Health Services (DSHS) in juvenile welfare cases in Ferry County. (General Fund-State, General Fund-Federal)

2. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services (CTS) charges agencies.

3. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

4. **Audit Services** - Agency budgets are adjusted to update each agency's allocated share of charges.

5. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

6. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

7. **Administrative Hearings** - Agency budgets are adjusted to update each agency's allocated share of charges.

8. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from CTS to reflect an increase in business continuity/disaster recovery costs.

9. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise

Department of Social and Health Services
Payments to Other Agencies

Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

10. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

11. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

12. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

13. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

14. **AG Interagency Agreements** - Funding is adjusted to reflect an interagency agreement with the AGO for increased legal services. Billing authority for the AGO is not impacted by this item. (General Fund-State, General Fund-Federal)

15. **Child Permanency** - The DSHS, Office of Public Defense, and the AGO received one-time funding in the 2014 supplemental budget for legal services to support the child welfare permanency initiative. One-time funding is provided for continued workload impacts in the 2015-17 biennium. Funding in DSHS will cover AGO billings for representation in cases involving termination of parental rights. (General Fund-State, General Fund-Federal)

16. **Extended Foster Care - Medical** - Funding is provided for AGO services associated with expanding Extended Foster Care (EFC) to youth who would not otherwise qualify for EFC due to a documented medical condition, pursuant to Chapter 240, Laws of 2015 (SSB 5740). (General Fund-State, General Fund-Federal)

OTHER HUMAN SERVICES

Low-Income Medical Assistance

A total of $16.5 billion is provided to pay for medical and dental services for an average of 1.9 million low-income children and adults each month by the end of the 2015-17 biennium. This is a $3.5 billion (27 percent) increase from the funding levels provided in the 2013-15 biennium for these services. Of the $16.5 billion, $4.6 billion are state funds; $11.6 billion are federal funds, primarily from Medicaid; and the rest are local government funds provided for purposes of collecting Medicaid matching funds. Of the $4.6 billion in state funds, $3.9 billion is from the state general fund and $690 million is from the Hospital Safety Net Assessment Fund created in 2010. The state general fund spending is $431 million (10 percent) less than the 2013-15 biennium.

Washington exercised the option under the federal Affordable Care Act (ACA) to expand the Medicaid program to cover adults under 65 years of age with incomes at or below 133 percent of the federal poverty level (FPL) effective January 1, 2014. This resulted in an increase to the number of people covered by the state Medicaid program by approximately 550,000 since January 2014. This is a 42 percent increase over forecasted levels for 2015 without the Medicaid expansion.

The Hospital Safety Net Assessment (HSNA) Program, set to expire at the end of fiscal year 2017, was established to generate additional state and federal funding to support payments to hospitals for Medicaid services. As provided in Chapter 5, Laws of 2015, 2nd sp.s. (2EHB 2151), the HSNA Program will continue until the end of fiscal year 2019. In addition, the incremental phase-down beginning in fiscal year 2016 was removed, supplemental payments and increased managed care premiums for hospital services were increased, and family medicine and integrated psychiatry residency slots were provided. The state general fund appropriation is reduced by $292 million as a result of these changes.

Department of Corrections

A total of $1.9 billion is provided to the Department of Corrections (DOC) for the operation of prisons and community supervision of offenders for the 2015-17 biennium. The prison system is budgeted to provide monthly average incarceration for 17,681 prison and work release inmates and 717 offenders who have violated the terms of their community supervision. The community supervision program is budgeted to provide supervision to a monthly average of 17,440 offenders who have either received sentencing alternatives or have served their sentences and have been released into the community. The 2015-17 DOC funding level represents an increase of $155.8 million (9.1 percent) from the 2013-15 budget, and an increase of $62.5 million (3.5 percent) from the revised 2015-17 maintenance level.

A total of $15 million is provided to manage increased medical costs within the prison system:

- $12.6 million is provided to use new and more effective drug protocols to treat offenders with Hepatitis C as approved by the Federal Food and Drug Administration; and
- $2.4 million is provided to account for increased costs due to inflation for all other prescription drugs.

A total of $3.4 million is provided to backfill unrealized savings assumed in the 2014 supplemental budget through DOC contract changes with local jails housing offenders that have violated the terms of supervision. The contract changes involved moving away from the practice of fractional billing for offenders serving multiple holds at the same time (local or federal jurisdiction or DOC Secretary Warrant). Though most contracts were successfully changed, the ongoing savings assumed in the 2014 supplemental budget were not fully achieved.

Savings of $1.7 million is achieved through changes to DOC policy on punishment for offender infractions in prison. Currently, offenders can earn "good time" off the end of their sentences based on good behavior while in prison. Offenders can also lose portions of that earned time as punishment for various infractions. With this policy change, DOC will reduce reliance on loss of earned good time as punishment for infractions in favor of more immediate loss of privileges such as visitation rights, television or commissary use, etc. The policy is intended to model similar incentive structures for offenders in prison as Swift and Certain Sanctioning does for those on community supervision.

Savings of $1.7 million is achieved by requiring that offenders serving time on community supervision who are enrolled in Medicaid receive any necessary chemical dependency treatment services through the managed care system overseen by the Department of Social and Health Services, beginning April 1, 2016.

Department of Health

The DOH has a total budget of $1.1 billion ($116.8 million General Fund-State) to provide educational and health care services, administer a variety of health care licensure programs, regulate drinking water and commercial shellfish production, respond to infectious disease outbreaks, support local public health jurisdictions, and operate the state's public health laboratory.

A total of $15 million in Dedicated Marijuana Account funds are provided to DOH for a marijuana and tobacco education and public health program ($14.5 million), and to increase funding for the Washington Poison Center ($500,000).

In addition, one-time savings of $7.1 million are achieved by increasing the use of dedicated funds in lieu of General Fund-State (Fund Balance Utilization, $5.6 million and Drinking Water - Fund Swap, $1.5 million).

Criminal Justice Training Commission

The budget provides $35.9 million from the General Fund-State to the Criminal Justice Training Commission (CJTC) for training and certification of local law enforcement and corrections officers and pass-through funds to the Washington Association of Sheriffs and Police Chiefs (WASPC). This funding reflects a 13.9 percent increase from the 2013-15 budget. The budget assumes funding for fourteen basic law enforcement academies in fiscal year 2016 and ten academies in fiscal year 2017.

$1.7 million is provided to enhance training for local law enforcement officers:

- $1.2 million pursuant to Chapter 87, Laws of 2015 (2SSB 5311) to implement crisis intervention training for all certified law officers, emphasizing resources and appropriate responses for dealing with individuals in distress due to mental illness or substance abuse. All certified law enforcement officers must be trained by July 1, 2021; and
- $500,000 to provide training to local law enforcement agencies on instilling the "guardian" culture in their agencies.

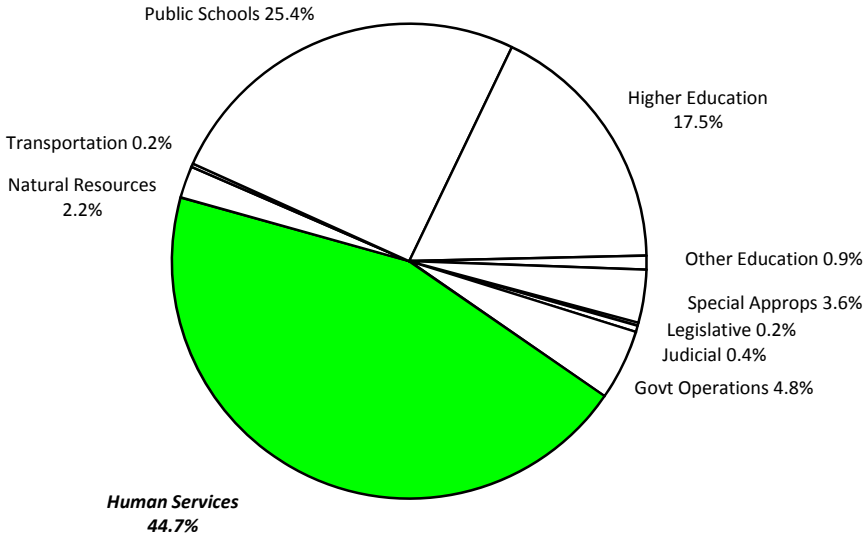
$858,000 in General Fund-State support is provided for the Internet Crimes Against Children Task Force, which works to identify, arrest, and convict individuals who victimize minors using the Internet, pursuant to Chapter 84, Laws of 2015 (2SSB 5215). This support is in addition to any resources generated for the task force from fines for depicting sexually explicit images of minors under Chapter 279, Laws of 2015 (2SHB 1281).

2015-17 Washington State Omnibus Operating Budget

Total Budgeted Funds

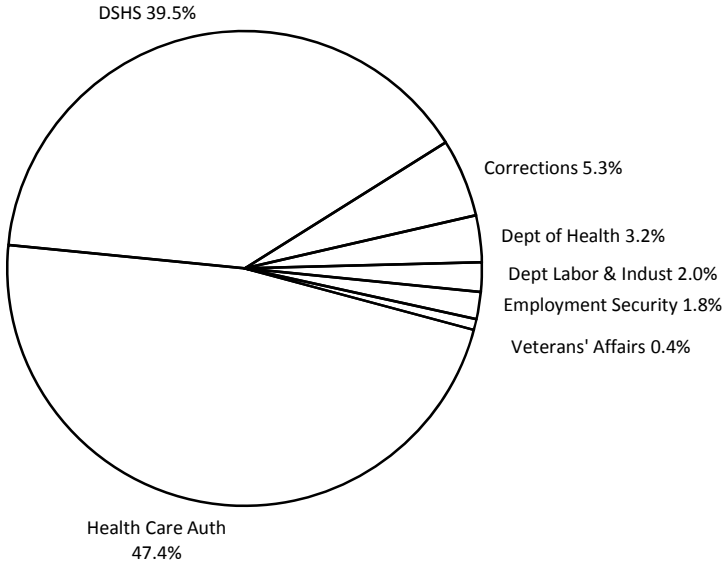
(Dollars in Thousands)

Legislative	173,930
Judicial	337,921
Governmental Operations	3,792,924
Human Services	***35,266,422***
Natural Resources	1,713,043
Transportation	195,359
Public Schools	20,008,166
Higher Education	13,826,980
Other Education	736,946
Special Appropriations	2,836,614
Statewide Total	**78,888,305**



Washington State

Health Care Authority	16,723,288
DSHS	13,932,885
Dept of Corrections	1,871,417
Dept of Health	1,122,550
Dept of Labor & Indust	704,104
Employment Security	649,860
Other Human Svcs	262,318
Human Services	***35,266,422***



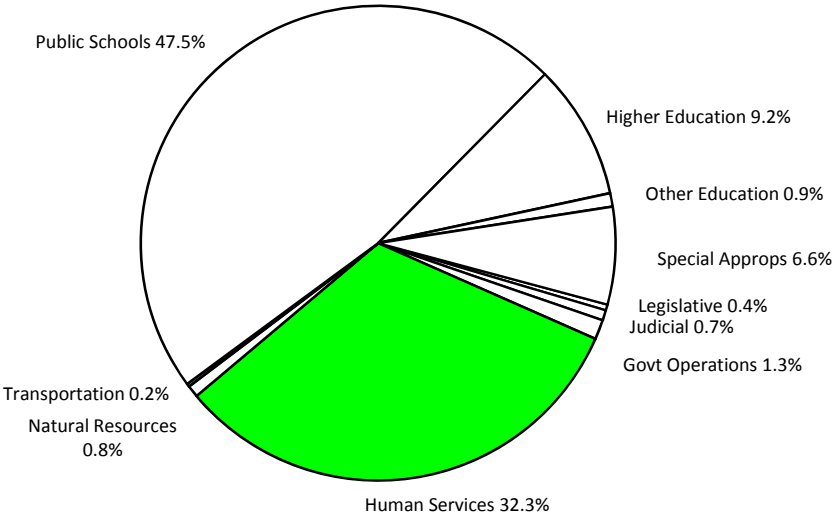
Human Services

2015-17 Washington State Omnibus Operating Budget

NGF-S + Opportunity Pathways

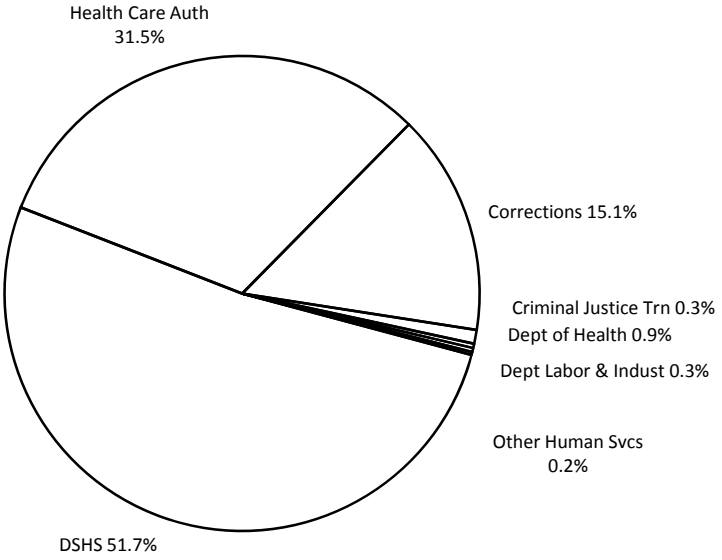
(Dollars in Thousands)

Legislative	153,796
Judicial	267,132
Governmental Operations	510,107
Human Services	***12,333,779***
Natural Resources	308,873
Transportation	80,612
Public Schools	18,156,830
Higher Education	3,525,134
Other Education	347,928
Special Appropriations	2,534,988
Statewide Total	**38,219,179**



Washington State

DSHS	6,381,151
Health Care Authority	3,883,404
Dept of Corrections	1,857,764
Dept of Health	116,806
Criminal Justice Trng Comm	35,870
Dept of Labor & Indust	33,971
Other Human Svcs	24,813
Human Services	***12,333,779***



Human Services

Washington State Health Care Authority

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**4,306,730**	**8,864,515**	**13,171,245**
2015 Supplemental *	0	670,080	670,080
Total 2013-15 Biennium	**4,306,730**	**9,534,595**	**13,841,325**
2015-17 Maintenance Level	**4,350,026**	**11,942,047**	**16,292,073**
Policy Changes - Other			
1. Archives/Records Management	3	4	7
2. Audit Services	-3	-3	-6
3. Legal Services	63	86	149
4. Office of Chief Information Officer	15	20	35
5. Administrative Hearings	38	53	91
6. CTS Central Services	31	43	74
7. DES Central Services	28	37	65
8. Core Financial Systems Replacement	15	21	36
9. Time, Leave and Attendance System	58	8	66
10. Self-Insurance Liability Premium	-3	-4	-7
11. Hospital Safety Net - Maintain	-59,940	327,412	267,472
12. ACA CHIP Match	-114,693	114,693	0
13. Autism Screening/Bright Futures	688	734	1,422
14. Community Health Centers/I-502	-17,871	17,871	0
15. Customer Service Staff	2,000	1,846	3,846
16. Eligibility Staff	747	2,018	2,765
17. Bolster PEBB Svc/Outreach/Training	0	162	162
18. Bleeding Disorders	241	360	601
19. Call Center	0	9,824	9,824
20. In-Person Assisters	1,387	4,995	6,382
21. Information Technology	0	9,635	9,635
22. ICD-10 Compliance	0	655	655
23. Minimize ACA Penalties	0	162	162
24. Emergency Transportation	0	14,113	14,113
25. HBE Shared Costs	9,280	-9,280	0
26. Interpreter Collective Bargaining	568	732	1,300
27. Health Homes	-3,883	6,423	2,540
28. Hospital Safety Net Adjustment	-92,200	177,924	85,724
29. Low Income Health Care/I-502	-201,414	201,414	0
30. Medication Assisted Therapies	663	5,500	6,163
31. HBE Operations	351	6,305	6,656
32. Vaccines for CHP Kids	2,343	0	2,343
33. Premium Aggregation	0	-2,474	-2,474
34. Rural Health Center Reconciliation	1,175	0	1,175
35. Healthier Washington	0	6,120	6,120
36. Transportation Brokers	1,297	1,222	2,519
Policy -- Other Total	**-469,016**	**898,631**	**429,615**
Policy Changes - Comp			
37. State Public Employee Benefits Rate	-66	-99	-165
38. WFSE General Government	1,156	1,415	2,571
39. State Represented Emp Benefits Rate	-81	-94	-175
40. Nonrep Job Class Specific	52	100	152
41. General Wage Incr-State Employees	1,333	1,999	3,332

Washington State Health Care Authority

(Dollars in Thousands)

	NGF-P	Other	Total
Policy -- Comp Total	**2,394**	**3,321**	**5,715**
Policy Changes - Transfers			
42. All Payer Claims Database	0	-4,115	-4,115
Policy -- Transfer Total	**0**	**-4,115**	**-4,115**
Total 2015-17 Biennium	**3,883,404**	**12,839,884**	**16,723,288**
Fiscal Year 2016 Total	1,943,363	6,395,677	8,339,040
Fiscal Year 2017 Total	1,940,041	6,444,207	8,384,248

Comments:

1. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

2. **Audit Services** - Agency budgets are adjusted to update each agency's allocated share of charges.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

5. **Administrative Hearings** - Agency budgets are adjusted to update each agency's allocated share of charges.

6. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

7. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

8. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

9. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

10. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

11. **Hospital Safety Net - Maintain** - The Hospital Safety Net Assessment program (HSNA) allows the Health Care Authority (HCA) to collect assessments from Washington State hospitals and use the proceeds for payments to hospitals. Under current law, the HSNA would phase out over the next two biennia resulting in reduced payments. Purusant to Chapter 5, Laws of 2015, 2nd sp.s. (2EHB 2151), the HSNA is no longer phased out and assessments are increased, resulting in increased federal funding for hospitals and decreased General Fund-State expenditures. (General Fund-State, Hospital Safety Net Assessment Fund-State, General Fund-Federal)

12. **ACA CHIP Match** - The federal Affordable Care Act (ACA) provides a 23 percent increase to the federal match rate for the Children's Health Insurance Program starting October 1, 2016, and lasting through September 30, 2019. This will increase Washington's match rate from 65 percent to 88 percent. (General Fund-State, General Fund-Federal)

13. **Autism Screening/Bright Futures** - Funding is provided to implement the developmental and autism screening guidelines recommended by the national Bright Futures initiative pursuant to Chapter 8 , Laws of 2015, 1st sp.s. (SSB 5317 - autism & developmental delays) starting January 1, 2016. In addition to the current developmental screening covered at 18 months of age, HCA will provide coverage for developmental screenings at 9 and 24 months of age. HCA will also provide autism screenings at 18 and 24 months of age. (General Fund-State, General Fund-Federal)

14. **Community Health Centers/I-502** - Initiative 502, passed by voters in 2012, authorizes the regulation, sale, and taxation of marijuana for adults over the age of 21. The initiative directed a portion of the tax revenue to fund primary, dental, migrant, and maternity health care services through contracts with community health centers. HCA will use the tax revenue in lieu

Washington State Health Care Authority

of state general fund payments to community health centers for services provided to medical assistance clients. (General Fund-State, Dedicated Marijuana Account-State)

15. **Customer Service Staff** - Funding is provided to address increasing call volumes due to the Medicaid expansion and restoration of adult dental benefits. This increase will cover costs related to the higher volume of incoming calls to the toll-free line and necessary translation fees. (General Fund-State, General Fund-Federal)

16. **Eligibility Staff** - Implementation of the ACA resulted in the enrollment of new Medicaid and Children's Health Insurance Program (CHIP) clients. The accelerated enrollment rate has increased eligibility staff workloads. Funding is provided to support timely resolution of eligibility-related client issues. (General Fund-State, General Fund-Federal)

17. **Bolster PEBB Svc/Outreach/Training** - HCA is provided funding for an additional employee in the 2015-17 biennium to address the increases in call volumes, correspondence, and document processing. (State Health Care Authority Administrative Account-State)

18. **Bleeding Disorders** - Funding is provided to establish a Bleeding Disorder Collaborative for Care to identify and develop evidence-based practices to improve care for patients with bleeding disorders. (General Fund-State, General Fund-Federal)

19. **Call Center** - Funding is provided for the Health Benefit Exchange's customer support call center. (General Fund-Federal, Health Benefit Exchange Account-State)

20. **In-Person Assisters** - Funding is provided for in-person assisters that provide information to help individuals and families complete their Washington Healthplanfinder applications and enroll in health insurance coverage. (General Fund-State, General Fund-Federal, Health Benefit Exchange Account-State)

21. **Information Technology** - Funding is provided for ongoing design, development, implementation, operation, and maintenance of the information technology systems that support the Washington Healthplanfinder. (General Fund-Federal, Health Benefit Exchange Account-State)

22. **ICD-10 Compliance** - The International Statistical Classification of Diseases (ICD) is a medical classification list that standardizes codes for diseases, symptoms, injuries, and medical procedures. Providers use these codes to document diagnoses, symptoms, and procedures performed. Funding is provided for ProviderOne system modifications for ICD-10, the tenth ICD revision, to ensure compliance. (Medicaid Fraud Penalty Account-State, General Fund-Federal)

23. **Minimize ACA Penalties** - Employers participating in the Public Employees' Benefits Board (PEBB) programs can incur financial penalties under the federal Affordable Care Act (ACA) if anyone who is a full-time employee (as defined under the ACA) receives a premium tax credit to purchase coverage on a health benefit exchange. Funding is provided for PEBB to coordinate reporting to minimize potential financial penalties. (State Health Care Authority Administrative Account -State)

24. **Emergency Transportation** - The Health Care Authority will create a certified public expenditure program to fund supplemental payments to public ground emergency medical transportation (EMT) providers and an intergovernmental transfer (IGT) program to fund increased payments to managed care plans for public EMT providers pursuant to Chapter 147, Laws of 2015 (HB 2007 - emergency medical transportation). These programs will allow public EMT providers to use local dollars to draw federal matching funds to increase reimbursements for their services. The providers will reimburse HCA for the costs of administering the program, along with an additional administrative fee based on the non-federal share of the IGT payments. (General Fund-Private/Local, General Fund-Federal)

25. **HBE Shared Costs** - The Health Benefit Exchange operates and maintains the Healthplanfinder (HPF) website and supporting systems that determine eligibility and enrollment for applicants of subsidized health care coverage. With implementation of the Modified Adjusted Gross Income rules for Medicaid eligibility determinations, eligibility for a majority of medical assistance clients is now processed through the HPF website and other related systems. Funding is adjusted to reflect an updated cost allocation methodology. (General Fund-State, General Fund-Federal, Health Benefit Exchange Account-State)

26. **Interpreter Collective Bargaining** - Funding is provided for an agreement with language access providers, which includes annual increases in the hourly rate of approximately $1, an increase in the rate for a cancelled appointment with longer than one hour duration, and elimination of state payments for mileage or travel. (General Fund-State, General Fund-Federal)

27. **Health Homes** - The Health Homes program integrates care within existing systems for high-risk, high-cost adults and children, including clients that are dually-eligible for Medicare and Medicaid. Funding for dual-eligibles ends September 31, 2015. Funding is provided to continue providing these services for dual-eligibles until December 31, 2015. HCA forecasts that it will receive a bonus payment from the federal government based on Medicare cost savings related to Health Home services provided in calendar year 2015. (General Fund-State, General Fund-Federal)

28. **Hospital Safety Net Adjustment** - The HSNA program will collect assessments from participating hospitals to further

leverage federal funding for hospitals and decrease General Fund-State expenditures. Funding is provided for the University of Washington's residency and integrated psychiatry programs starting in FY 2016. (General Fund-State, Hospital Safety Net Assessment Fund-State, General Fund-Federal)

29. **Low Income Health Care/I-502** - Initiative 502 directed a portion of the revenue from taxes on the sale of marijuana into the Basic Health Trust Account. Those dollars are used in lieu of General Fund-State dollars for capitation payments for Medicaid clients enrolled in managed care plans. (General Fund-State, Basic Health Plan Trust Account-State)

30. **Medication Assisted Therapies** - Funding is provided for expanded treatment for Medicaid clients with opioid and alcohol use disorders using buprenorphine and other approved medications. (General Fund-State, General Fund-Federal)

31. **HBE Operations** - Funding is provided to support the Health Benefit Exchange's operations including consulting and auditing work, marketing, and printing. (General Fund-State, General Fund-Federal, Health Benefit Exchange Account-State)

32. **Vaccines for CHP Kids** - Funding is provided to work with the Department of Health to acquire vaccines for approximately 18,500 children enrolled in Apple Health who are ineligible for Medicaid or the Children's Health Insurance Program.

33. **Premium Aggregation** - The Health Benefit Exchange will stop collecting premium payments from customers on behalf of qualified health plans (QHP), and the QHPs will be responsible for that function.

34. **Rural Health Center Reconciliation** - Funding is provided to assist non-hospital based rural health clinics complete the payment reconciliation process for payments made during the 2010-2013 payment years. The Health Care Authority will reimburse non-hospital based rural health clinics for the cost of auditing using the agreed upon procedures.

35. **Healthier Washington** - In December 2014, HCA received a grant of $65 million to implement its State Health Care Innovation Plan, now called Healthier Washington.

36. **Transportation Brokers** - Funding is provided to increase payments to brokers of non-emergency transportation services to reflect the increase in trips related to the Medicaid expansion and increased utilization of opioid substitution treatment services. (General Fund-State, General Fund-Federal)

37. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

38. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

39. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

40. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

41. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20

Washington State Health Care Authority

per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

42. **All Payer Claims Database** - Funding is transferred to the Office of Financial Management under Chapter 246, Laws of 2015 (SSB 5084) for support of All Payer Claims Database activities. Funds transferred are from HCA's Innovation Award received from the Centers for Medicare and Medicare Services for the Healthier Washington plan. (General Fund-Federal)

Health Care Authority
Low-Income Medical Assistance

WORKLOAD HISTORY
By Fiscal Year

	2008	2009	2010	2011	2012	2013	2014	2015	Estimated 2016	Estimated 2017
Medicaid Categorically Needy	**855,043**	**908,403**	**992,061**	**1,042,672**	**1,062,069**	**1,075,221**	**1,094,613**	**1,135,195**	**1,163,702**	**1,183,291**
Adult Caretakers				114,166	113,867	112,430	126,302	149,982	157,864	161,365
AFDC/TANF	251,975	264,242	290,308	0	0	0	0	0	0	0
Elderly	57,646	58,070	59,650	61,282	62,884	65,205	66,840	68,508	70,183	71,845
Disabled	136,018	140,738	148,256	154,198	158,363	165,510	157,578	146,286	148,426	150,586
CN Children				660,919	673,110	676,105	686,682	717,830	733,244	742,909
Non-AFDC Children	363,339	397,244	444,029	0	0	0	0	0	0	0
Non-AFDC Pregnant Women	29,143	29,671	29,804	30,009	29,272	29,337	28,040	21,761	21,089	21,570
Medicare Beneficiaries	15,201	16,463	17,629	19,386	21,976	24,096	26,891	28,973	31,095	33,243
Breast & Cervical Cancer	565	655	812	996	1,034	1,051	804	403	351	324
Medicaid Buy-In	1,157	1,320	1,572	1,716	1,562	1,485	1,476	1,450	1,451	1,451
Medicaid Expansion Adults	**0**	**0**	**0**	**0**	**0**	**0**	**171,826**	**481,074**	**515,079**	**522,566**
Medicaid Medically Needy	**13,567**	**12,984**	**12,337**	**12,856**	**13,135**	**12,529**	**9,908**	**7,558**	**7,539**	**7,602**
Elderly	5,159	5,040	4,961	5,010	4,746	4,153	3,934	3,955	4,022	4,088
Disabled	8,409	7,945	7,376	7,846	8,390	8,376	5,975	3,603	3,517	3,514
State Children's Health Insurance Program (SCHIP)	**11,974**	**14,469**	**19,290**	**23,807**	**25,158**	**26,081**	**30,992**	**34,343**	**37,219**	**38,756**
Federal Refugee Assistance	**674**	**758**	**929**	**788**	**714**	**761**	**356**	**0**	**0**	**0**
State Medical Care Services	**41,443**	**47,078**	**47,220**	**46,163**	**37,518**	**32,666**	**24,544**	**17,916**	**18,596**	**18,895**
Undocumented Children	23,567	27,564	26,212	24,791	21,508	19,385	17,489	17,916	18,596	18,895
Disability Lifeline & ADATSA	17,876	19,514	21,008	21,373	16,010	13,280	7,055	0	0	0
Basic Health Plan	**104,792**	**103,590**	**76,079**	**52,274**	**36,955**	**30,014**	**13,011**	**0**	0	0
Total Eligibles per Month	**1,027,493**	**1,087,282**	**1,147,916**	**1,178,560**	**1,175,550**	**1,177,271**	**1,345,251**	**1,676,086**	**1,742,135**	**1,771,110**
% Change from prior year	2.8%	5.8%	5.6%	2.7%	-0.3%	0.1%	14.3%	24.6%	3.9%	1.7%

Data Sources :

Caseload Forecast Council and legislative fiscal committees.

Human Rights Commission

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**4,086**	**2,171**	**6,257**
2015 Supplemental *	-3	0	-3
Total 2013-15 Biennium	**4,083**	**2,171**	**6,254**
2015-17 Maintenance Level	**4,056**	**2,246**	**6,302**
Policy Changes - Other			
1. Legal Services	16	0	16
2. Office of Chief Information Officer	1	0	1
3. CTS Central Services	2	0	2
4. DES Central Services	8	0	8
5. Core Financial Systems Replacement	1	0	1
6. Time, Leave and Attendance System	1	0	1
Policy -- Other Total	**29**	**0**	**29**
Policy Changes - Comp			
7. State Public Employee Benefits Rate	-3	-1	-4
8. WFSE General Government	46	50	96
9. State Represented Emp Benefits Rate	-3	-3	-6
10. Nonrep Job Class Specific	2	0	2
11. General Wage Incr-State Employees	41	16	57
Policy -- Comp Total	**83**	**62**	**145**
Total 2015-17 Biennium	**4,168**	**2,308**	**6,476**
Fiscal Year 2016 Total	2,074	1,163	3,237
Fiscal Year 2017 Total	2,094	1,145	3,239

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

3. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

4. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

5. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

6. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

7. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per

Human Rights Commission

month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

8. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

9. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

10. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

11. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Board of Industrial Insurance Appeals

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**39,366**	**39,366**
2015-17 Maintenance Level	**0**	**40,288**	**40,288**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-4	-4
2. Archives/Records Management	0	2	2
3. Legal Services	0	6	6
4. CTS Central Services	0	20	20
5. DES Central Services	0	16	16
6. Core Financial Systems Replacement	0	6	6
7. Withdrawal from DES Small Agy Svcs	0	118	118
8. Time, Leave and Attendance System	0	8	8
Policy -- Other Total	**0**	**172**	**172**
Policy Changes - Comp			
9. State Public Employee Benefits Rate	0	-28	-28
10. WFSE General Government	0	614	614
11. State Represented Emp Benefits Rate	0	-42	-42
12. The Coalition of Unions Agreement	0	542	542
13. General Wage Incr-State Employees	0	178	178
Policy -- Comp Total	**0**	**1,264**	**1,264**
Total 2015-17 Biennium	**0**	**41,724**	**41,724**
Fiscal Year 2016 Total	0	20,630	20,630
Fiscal Year 2017 Total	0	21,094	21,094

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

5. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

6. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

7. **Withdrawal from DES Small Agy Svcs** - The agency is no longer a subscriber of Small Agency Financial Services at the Department of Enterprise Services. Expenditure authority previously allocated through the central services model is returned to the agency's base budget to manage its back office financial functions. (Accident Account-State, Medical Aid Account-State)

8. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

9. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance

Board of Industrial Insurance Appeals

coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

10. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

11. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

12. **The Coalition of Unions Agreement** - Funding is provided for the collective bargaining agreement with The Coalition of Unions, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; annual payments for physicians and psychiatrists with board certifications; and salary adjustments for targeted classifications. (General Fund-State, Various Other Accounts)

13. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Washington State Criminal Justice Training Commission

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**28,949**	**13,585**	**42,534**
2015 Supplemental *	1,031	764	1,795
Total 2013-15 Biennium	**29,980**	**14,349**	**44,329**
2015-17 Maintenance Level	**32,805**	**12,999**	**45,804**
Policy Changes - Other			
1. CTS Rate Adjustment	-2	0	-2
2. Legal Services	16	0	16
3. CTS Central Services	2	0	2
4. DES Central Services	14	0	14
5. Core Financial Systems Replacement	1	0	1
6. Time, Leave and Attendance System	2	0	2
7. Self-Insurance Liability Premium	-15	0	-15
8. Crisis Intervention Training	1,239	0	1,239
9. King County CIT Contract	0	624	624
10. Adjust WATPAA Expenditure Authority	0	-429	-429
11. Internet Crimes Against Children	858	0	858
12. Guardian Training for Local LE	500	0	500
13. Crisis Intervention Training Study	240	0	240
Policy -- Other Total	**2,855**	**195**	**3,050**
Policy Changes - Comp			
14. State Public Employee Benefits Rate	-5	0	-5
15. WFSE General Government	81	3	84
16. State Represented Emp Benefits Rate	-4	0	-4
17. General Wage Incr-State Employees	138	0	138
Policy -- Comp Total	**210**	**3**	**213**
Total 2015-17 Biennium	**35,870**	**13,197**	**49,067**
Fiscal Year 2016 Total	18,478	6,789	25,267
Fiscal Year 2017 Total	17,392	6,408	23,800

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

3. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

4. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

5. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

6. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

Washington State Criminal Justice Training Commission

7. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

8. **Crisis Intervention Training** - Funding is provided to implement crisis intervention training for all certified law enforcement officers and train them by December 31, 2021 pursuant to Chapter 87, Laws of 2015 (2SSB 5311).

9. **King County CIT Contract** - Expenditure authority is provided for King County to contract with the Criminal Justice Training Commission for crisis intervention training (CIT). (General Fund-Local)

10. **Adjust WATPAA Expenditure Authority** - Expenditure authority from the Washington Auto Theft Prevention Authority Account is adjusted to reflect lower-than-anticipated revenues to the account. (Washington Auto Theft Prevention Authority Account-State)

11. **Internet Crimes Against Children** - Funding is provided to combat internet crimes against children through a dedicated task force pursuant to Chapter 84, Laws of 2015 (2SSB 5215).

12. **Guardian Training for Local LE** - Funding and FTEs are provided for delivering elective "guardian" culture training to local law enforcement agencies.

13. **Crisis Intervention Training Study** - The CJTC began a five-year longitudinal study of the effectiveness of the crisis intervention training at the Basic Law Enforcement Academy in the 2013-15 biennium. Funding is provided for the second and third years of this study.

14. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

15. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

16. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

17. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Labor and Industries

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**34,879**	**625,394**	**660,273**
2015 Supplemental *	-110	0	-110
Total 2013-15 Biennium	**34,769**	**625,394**	**660,163**
2015-17 Maintenance Level	**34,720**	**625,307**	**660,027**
Policy Changes - Other			
1. CTS Rate Adjustment	-2	-130	-132
2. Archives/Records Management	0	13	13
3. Audit Services	0	-2	-2
4. Legal Services	26	2,005	2,031
5. Office of Chief Information Officer	1	68	69
6. Administrative Hearings	8	31	39
7. CTS Central Services	2	160	162
8. DES Central Services	6	688	694
9. Core Financial Systems Replacement	1	88	89
10. Fleet Program Rate Reduction	-2	-142	-144
11. Time, Leave and Attendance System	2	151	153
12. Self-Insurance Liability Premium	-1	-97	-98
13. Enhancing Return-to-Work	0	2,300	2,300
14. Crime Victims Comp - Child Abuse	500	0	500
15. Logger Safety Program	0	2,074	2,074
16. Crime Victims' Compensation Shift	-1,900	1,900	0
17. Demand for Return-to-Work Program	0	2,224	2,224
18. Retire LINIIS Computer System	0	9,847	9,847
19. Mobile Inspections	0	3,548	3,548
20. Asbestos Certification System	0	796	796
21. Workers' Comp Reform and WSAW	0	3,578	3,578
Policy -- Other Total	**-1,359**	**29,100**	**27,741**
Policy Changes - Comp			
22. State Public Employee Benefits Rate	0	-57	-57
23. WFSE General Government	402	14,021	14,423
24. State Represented Emp Benefits Rate	-34	-785	-819
25. Nonrep Job Class Specific	0	40	40
26. The Coalition of Unions Agreement	213	1,018	1,231
27. General Wage Incr-State Employees	29	1,489	1,518
Policy -- Comp Total	**610**	**15,726**	**16,336**
Total 2015-17 Biennium	**33,971**	**670,133**	**704,104**
Fiscal Year 2016 Total	16,331	331,627	347,958
Fiscal Year 2017 Total	17,640	338,506	356,146

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.
2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

Department of Labor and Industries

3. **Audit Services** - Agency budgets are adjusted to update each agency's allocated share of charges.
4. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.
5. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.
6. **Administrative Hearings** - Agency budgets are adjusted to update each agency's allocated share of charges.
7. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.
8. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.
9. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.
10. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.
11. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.
12. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.
13. **Enhancing Return-to-Work** - Funding and FTEs are provided to expand Preferred Worker program benefits and make permanent certain elements of the 2007 Vocational Improvement Project, pursuant to Chapter 137, Laws of 2015 (SHB 1496). These changes are aimed at increasing the successful retraining and employment of previously injured workers. (Medical Aid Account-State)
14. **Crime Victims Comp - Child Abuse** - Funding is provided to implement Chapter 100, Laws of 2015 (SSB 5897), which allows the Crime Victims Compensation Fund to be made available as a secondary insurer for reimbursement of costs related to the examination of a suspected victim of assault of a child when the exam is conducted within 75 days of the filing of a petition for dependency by the Department of Social and Health Services.
15. **Logger Safety Program** - Ongoing funding is provided to continue the Logging Safety Initiative (LSI) program. The LSI was created in 2013 as a collaborative effort between industry and government to improve the safety culture and reduce the cost of workers' compensation premiums in the logging industry. (Accident Account-State, Medical Aid Account-State)
16. **Crime Victims' Compensation Shift** - The Crime Victims' Compensation program provides compensation to victims of gross misdemeanors or felonies for medical care, counseling, lost wages, funeral arrangements, and travel. Expenditure authority is shifted from the state general fund to the Crime Victims' Compensation Account. This shift is one-time. (General Fund-State, Crime Victims' Compensation Account-Nonappropriated)
17. **Demand for Return-to-Work Program** - Funding and FTEs are provided to increase participation in the Return-to-Work program and to improve the effectiveness of private vocational rehabilitation services by placing a vocational specialist in each claims unit to coordinate intensive return-to-work counseling services and interventions. (Medical Aid Account-State)
18. **Retire LINIIS Computer System** - The Department uses a 30-year old computer system, Labor and Industries Industrial Insurance System (LINIIS), for the workers' compensation program. Funding is provided to migrate this system to a contemporary technology architecture, subject to the same conditions, limitations and review required for the new Information Technology Investment Revolving Account created in section 705 of the 2015-17 biennial budget. This is the first of five steps the Department will propose over several biennia to modernize all of its legacy applications. (Accident Account-State, Medical Aid Account-State)
19. **Mobile Inspections** - Funding is provided to develop a mobile technology system to increase the productivity of the department's electrical inspectors, decrease response times, and provide inspection results to customers immediately online. The system will be built to be adapted easily to support other Department inspection programs in the future. The project is subject to the same conditions, limitations and review required for the new Information Technology Investment Revolving Account created in Section 705 of the 2015-17 biennial budget (Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto). (Electrical Licensing Account-State)
20. **Asbestos Certification System** - The Department currently uses three separate Microsoft Access databases to collect certification and inspection data for the Asbestos Certification and Training program. Funding is provided to replace these

Department of Labor and Industries

databases with a modern web-based system that consolidates the Department's contractor management process onto a single platform and adds new features for customers and the public. (Asbestos Account-State)

21. **Workers' Comp Reform and WSAW** - In 2011, the Legislature passed workers' compensation reform aimed at improving the quality of injured-worker care, controlling medical costs, and providing employer incentives to ensure injured workers stay safely connected to their jobs. Funding is provided to maintain and advance these reforms, including expanding providers' use of evidence-based practices, removing low-quality providers, and decreasing the time it takes to process employers' reimbursement requests. (Medical Aid Fund-State)

22. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

23. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

24. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

25. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

26. **The Coalition of Unions Agreement** - Funding is provided for the collective bargaining agreement with The Coalition of Unions, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; annual payments for physicians and psychiatrists with board certifications; and salary adjustments for targeted classifications. (General Fund-State, Various Other Accounts)

27. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Veterans' Affairs

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**14,921**	**104,210**	**119,131**
2015 Supplemental *	-42	0	-42
Total 2013-15 Biennium	**14,879**	**104,210**	**119,089**
2015-17 Maintenance Level	**15,367**	**116,720**	**132,087**
Policy Changes - Other			
1. CTS Rate Adjustment	0	8	8
2. Archives/Records Management	0	1	1
3. Legal Services	1	4	5
4. Office of Chief Information Officer	0	1	1
5. CTS Central Services	7	46	53
6. DES Central Services	4	32	36
7. Core Financial Systems Replacement	3	19	22
8. Fleet Program Rate Reduction	-2	-12	-14
9. Time, Leave and Attendance System	27	9	36
10. Self-Insurance Liability Premium	-1	-13	-14
11. Central Office Funding Reduction	-553	0	-553
12. Helmets to Hardhats	218	0	218
Policy -- Other Total	**-296**	**95**	**-201**
Policy Changes - Comp			
13. State Public Employee Benefits Rate	-15	-24	-39
14. WFSE General Government	548	1,537	2,085
15. State Represented Emp Benefits Rate	-44	-131	-175
16. Nonrep Job Class Specific	36	72	108
17. The Coalition of Unions Agreement	128	456	584
18. General Wage Incr-State Employees	334	485	819
Policy -- Comp Total	**987**	**2,395**	**3,382**
Total 2015-17 Biennium	**16,058**	**119,210**	**135,268**
Fiscal Year 2016 Total	7,943	56,833	64,776
Fiscal Year 2017 Total	8,115	62,377	70,492

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

5. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

6. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

Department of Veterans' Affairs

7. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

8. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

9. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

10. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

11. **Central Office Funding Reduction** - Savings are achieved through cost containment and efficiencies for administrative functions in the central office for the Department of Veterans Affairs.

12. **Helmets to Hardhats** - Funding is provided to implement Chapter 216, Laws of 2015 (SSB 5633). The Department of Veterans' Affairs will create a position to provide statewide coordination of efforts to help veterans obtain placement in construction jobs, or construction apprenticeship positions.

13. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

14. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

15. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

16. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

17. **The Coalition of Unions Agreement** - Funding is provided for the collective bargaining agreement with The Coalition of Unions, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; annual payments for physicians and psychiatrists with board certifications; and salary adjustments for targeted classifications. (General Fund-State, Various Other Accounts)

18. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Health

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**120,661**	**919,987**	**1,040,648**
2015 Supplemental *	-344	5,494	5,150
Total 2013-15 Biennium	**120,317**	**925,481**	**1,045,798**
2015-17 Maintenance Level	**121,658**	**961,383**	**1,083,041**
Policy Changes - Other			
1. CTS Rate Adjustment	2	18	20
2. Archives/Records Management	2	15	17
3. Audit Services	0	-1	-1
4. Legal Services	73	384	457
5. Office of Chief Information Officer	4	34	38
6. CTS Central Services	12	87	99
7. DES Central Services	9	75	84
8. Core Financial Systems Replacement	6	46	52
9. Fleet Program Rate Reduction	-2	-12	-14
10. Time, Leave and Attendance System	60	29	89
11. Prescription Monitoring	0	30	30
12. Drinking Water - Fund Swap	-1,500	1,500	0
13. Healthiest Next Generation	246	0	246
14. Infectious Disease Response	0	6,034	6,034
15. Victim Interviews Training	0	52	52
16. Applied Behavior Analysis	0	130	130
17. Diabetes Epidemic	76	0	76
18. Cannabis Patient Protection	0	4,015	4,015
19. Chemical Action Plans	0	1,923	1,923
20. Increase Biotoxin Testing	0	670	670
21. Certificate of Need Fee Increase	0	457	457
22. Export Certificate for Shellfish	0	224	224
23. MQAC Discipline Enhancement	0	1,080	1,080
24. Marijuana and Tobacco Education	0	14,500	14,500
25. Fund Balance Utilization	-5,617	5,617	0
26. WA Poison Center	0	500	500
27. Lapse - Chemical Action Plans	0	-1,923	-1,923
Policy -- Other Total	**-6,629**	**35,484**	**28,855**
Policy Changes - Comp			
28. State Public Employee Benefits Rate	-21	-77	-98
29. WFSE General Government	1,293	7,054	8,347
30. State Represented Emp Benefits Rate	-63	-344	-407
31. Nonrep Job Class Specific	0	36	36
32. SEIU 1199 NW Agreement	49	360	409
33. General Wage Incr-State Employees	519	1,848	2,367
Policy -- Comp Total	**1,777**	**8,877**	**10,654**
Total 2015-17 Biennium	**116,806**	**1,005,744**	**1,122,550**

Department of Health

(Dollars in Thousands)

	NGF-P	Other	Total
Fiscal Year 2016 Total	57,875	499,609	557,484
Fiscal Year 2017 Total	58,931	506,135	565,066

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.
2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.
3. **Audit Services** - Agency budgets are adjusted to update each agency's allocated share of charges.
4. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.
5. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.
6. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.
7. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.
8. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.
9. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.
10. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.
11. **Prescription Monitoring** - One-time funding is provided for the Department of Health (DOH) to implement Chapter 259, Laws of 2015 (SSB 5027), which provides access to the prescription monitoring database for clinical laboratories. (Medicaid Fraud Penalty Account-State)
12. **Drinking Water - Fund Swap** - Funds are shifted on a one-time basis between the General Fund-State and the Safe Drinking Water Account. (General Fund-State, Safe Drinking Water Account-State)
13. **Healthiest Next Generation** - One-time funding is provided for 1 FTE at DOH to coordinate the work of the Healthiest Next Generation Initiative.
14. **Infectious Disease Response** - DOH has received a federal grant to support state, local, and health care system preparedness for Ebola. Federal authority is provided for DOH to expend the grant. To the extent possible, DOH is encouraged to direct the funding to efforts to prepare direct care and other front-line staff in the public health system. (General Fund-Federal)
15. **Victim Interviews Training** - Appropriation authority is provided to implement Chapter 159, Laws of 2015 (HB 1779). DOH shall develop and deliver a training program for individuals who interview victims of alleged sexual misconduct in the health professions disciplinary process. (Health Professions Account-State)
16. **Applied Behavior Analysis** - Expenditure authority is provided for DOH to implement Chapter 118, Laws of 2015 (SSB 5488), which establishes three new health professions and an Applied Behavior Analysis Advisory Committee. (Health Professions Account-State)
17. **Diabetes Epidemic** - One-time funding is provided for DOH to collaborate with the Department of Social and Health Services and the Health Care Authority to submit a coordinated report on diabetes to the Governor and the appropriate committees of the Legislature no later than June 30, 2016.
18. **Cannabis Patient Protection** - Funding is provided for DOH to create and administer a medical marijuana (MMJ) authorization database, establish a MMJ consultant certification program, and complete other activities necessary to implement Chapter 70, Laws of 2015 (2SSB 5052). A fee of $1 will be charged for each initial and renewal recognition card. The MMJ consultant certification program is fully supported by

Department of Health

fees. (Health Professions Account-State)

19. **Chemical Action Plans** - Funding is provided for DOH to coordinate with the Department of Ecology to develop a multi-year schedule for preparation of chemical action plans related to human health exposures, pursuant to Engrossed Second Substitute House Bill 1472 (Chemical action plans), Second Substitute Senate Bill 5056 (Safer Chemicals/action plans), Substitute Senate Bill 6131 (Safer chemicals), or any of these. (State Toxics Control Account-State) Note: E2SHB 1472, 2SSB 5056, and SSB 6131 were not enacted by July 10, 2015. Therefore, the amounts provided lapse. Please see the lapse item below for more information.

20. **Increase Biotoxin Testing** - Appropriation authority is provided for DOH to expand shellfish biotoxin testing to include Diarrhetic Shellfish Poisoning (DSP). The workload is funded by revenue from increased fees on recreational and commercial shellfish licenses. Testing for DSP is anticipated to reduce public health risks and prevent recreational and commercial shellfish bed closures. (General Fund-Private/Local, Biotoxin Account-State)

21. **Certificate of Need Fee Increase** - Expenditure authority is provided for DOH to spend revenue from increased Certificate of Need (CoN) fees. The CoN program is a regulatory process that requires DOH approval before certain health care providers may build certain facilities or offer new or expanded services. Funds will be used for DOH staff and rulemaking to update CoN review standards and numeric methodologies. (General Fund-Private/Local)

22. **Export Certificate for Shellfish** - The international export certificate fee for shellfish products is increased from $20 to $55. Revenue generated by the fee increase is provided to DOH to help reduce certificate processing times from 48 hours to 24 hours, and to enhance DOH's web-based export system. These changes are anticipated to improve service to the commercial shellfish industry and to increase the health and safety of products shipped to other countries. (General Fund-Private/Local)

23. **MQAC Discipline Enhancement** - Appropriation and FTE authority are provided for Medical Quality Assurance Commission (MQAC) disciplinary functions. The additional resources are intended to increase timeliness of case dispositions, cover costs of witness fees and legal representation, and accommodate workload increases that are expected to result from medical marijuana-related issues. (Health Professions Account-State)

24. **Marijuana and Tobacco Education** - Funding is provided for a marijuana education and public health program that includes: media-based education campaigns for youth and adults that provide medically and scientifically accurate information about the health and safety risks of marijuana use; a marijuana use public health hotline; grants to prevent and reduce youth marijuana use; and operations and support staff, including surveillance, assessment, and evaluation activities. In the 2015-17 biennium, funding may also be used for tobacco prevention activities that target youth and populations with a high incidence of tobacco use. (Dedicated Marijuana Account-State)

25. **Fund Balance Utilization** - A fund balance in medication rebate revenue is utilized as a one-time replacement for General Fund-State. Funding will continue to support DOH's HIV Prevention and Control Program. No impact to client services is anticipated. (General Fund-State, General Fund-Private/Local)

26. **WA Poison Center** - Additional funding is provided for DOH to contract with the Washington Poison Center (WAPC). Funding will be used by the WAPC to maintain national accreditation standards and to meet service demands. (Dedicated Marijuana Account-State)

27. **Lapse - Chemical Action Plans** - Funding was provided to implement E2SHB 1472 (Chemical Action Plans), 2SSB 5056 (Safer Chemicals/Action Plans), or SSB 6131 (Safer Chemicals). Because none of these bills were enacted by July 10, 2015, the amounts provided lapse.

28. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

29. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

Department of Health

30. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

31. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

32. **SEIU 1199 NW Agreement** - Funding is provided for the collective bargaining agreement with Service Employees International Union (SEIU) Healthcare 1199NW, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent, effective July 1, 2016; assignment pay in designated areas; increased funds for training reimbursement. (General Fund-State, Various Other Accounts)

33. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Corrections

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**1,693,615**	**22,044**	**1,715,659**
2015 Supplemental *	10,623	-1,655	8,968
Total 2013-15 Biennium	**1,704,238**	**20,389**	**1,724,627**
2015-17 Maintenance Level	**1,795,397**	**13,558**	**1,808,955**
Policy Changes - Other			
1. CTS Rate Adjustment	64	0	64
2. Archives/Records Management	19	0	19
3. Audit Services	-1	0	-1
4. Legal Services	506	0	506
5. Office of Chief Information Officer	47	0	47
6. CTS Central Services	440	0	440
7. DES Central Services	455	0	455
8. Core Financial Systems Replacement	257	0	257
9. Fleet Program Rate Reduction	-22	0	-22
10. Time, Leave and Attendance System	439	0	439
11. Self-Insurance Liability Premium	-2,617	0	-2,617
12. Fractional Billing for Violators	3,420	0	3,420
13. Federal Funding Adjustment	0	610	610
14. Safety and Security Electronics	2,261	0	2,261
15. E-Vault Costs from CTS	-852	0	-852
16. Regulatory Compliance	0	400	400
17. Prison Swift & Certain Sanctioning	-1,656	0	-1,656
18. Auto Theft Prevention Fund Shift	1,033	-1,033	0
19. Medicaid Funding For CD services	-1,671	0	-1,671
Policy -- Other Total	**2,122**	**-23**	**2,099**
Policy Changes - Comp			
20. State Public Employee Benefits Rate	-402	-7	-409
21. WFSE General Government	6,252	0	6,252
22. State Represented Emp Benefits Rate	-2,155	0	-2,155
23. Nonrep Job Class Specific	780	0	780
24. Teamsters 117 Arbitration Award	47,653	10	47,663
25. The Coalition of Unions Agreement	105	0	105
26. General Wage Incr-State Employees	8,012	115	8,127
Policy -- Comp Total	**60,245**	**118**	**60,363**
Total 2015-17 Biennium	**1,857,764**	**13,653**	**1,871,417**
Fiscal Year 2016 Total	917,928	7,600	925,528
Fiscal Year 2017 Total	939,836	6,053	945,889

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Audit Services** - Agency budgets are adjusted to update each agency's allocated share of charges.

Department of Corrections

4. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.
5. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.
6. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.
7. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.
8. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.
9. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.
10. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.
11. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.
12. **Fractional Billing for Violators** - In the 2014 supplemental budget, savings were assumed from the elimination of the practice of fractional billing at the county level for violator bed days. Though most county contracts were successfully changed to move away from this practice, the reduction step that was taken resulted in some cost avoidance instead of the cost savings originally projected. This item backfills the unrealized savings on an ongoing basis.
13. **Federal Funding Adjustment** - Federal funding authority is increased to account for two federal grants received by the Department, to be paid in fiscal years 2016 and 2017 (PREA Grant and Second Chance Act-Reentry Grant). (General Fund-Federal)
14. **Safety and Security Electronics** - One-time funding is provided to repair, update and maintain safety and security systems. These systems include fence alarm and intrusion systems, touch screen door and gate operator systems, video camera and recording systems, and fire alarm notification systems.
15. **E-Vault Costs from CTS** - Funding is removed for the Washington State Electronic Records Vault Service e-mail archiving service which was funded in the maintenance level of the budget. This project is moved to the Information Technology Investment Revolving Account created in section 705 of the 2015-17 biennial budget (Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto), managed and funded through the Office of Financial Management.
16. **Regulatory Compliance** - One-time funding is provided to complete groundwater cleanup at the Washington State Penitentiary to meet Washington State Department of Ecology regulatory requirements. (State Toxics Control Account)
17. **Prison Swift & Certain Sanctioning** - Savings is assumed via a reduction to the prison population by decreasing the use of loss of good conduct time as a sanction for certain prison infractions. Currently, offenders can receive a loss of good conduct time for behaviors defined as an infraction. This policy replaces reliance on that type of punishment in favor of more immediate loss of privileges such as visitation, the use of a television, or the ability to order from the commissary.
18. **Auto Theft Prevention Fund Shift** - $1.033 million of expenditures in FY 2017 is shifted from the Auto Theft Prevention Account to General Fund-State to reflect projected reduced revenue to the Auto Theft Prevention Account. (General Fund-State, Auto Theft Prevention Account)
19. **Medicaid Funding For CD services** - Savings is assumed by requiring that any offender on community supervision receiving chemical dependency treatment and who is also eligible for Medicaid, must receive chemical dependency treatment services through the Department of Social and Health Services managed care system beginning April 1, 2016.
20. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered

Department of Corrections

coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

21. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

22. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

23. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

24. **Teamsters 117 Arbitration Award** - Funding is provided for the collective bargaining agreement with the International Brotherhood of Teamsters (Teamsters) Local 117, which includes a general wage increase of 5.5 percent, effective July 1, 2015; a general wage increase of 4.3 percent, effective July 1, 2016; seven targeted job classifications assigned to a higher salary range; supplemental shift premium for LPNs; payment for overtime exempt employees in specified classifications when on standby status; and elimination of geographic premium pay. (General Fund-State, Various Other Accounts)

25. **The Coalition of Unions Agreement** - Funding is provided for the collective bargaining agreement with The Coalition of Unions, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; annual payments for physicians and psychiatrists with board certifications; and salary adjustments for targeted classifications. (General Fund-State, Various Other Accounts)

26. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Corrections

WORKLOAD HISTORY

By Fiscal Year

	2008	2009	2010	2011	2012	2013	2014	2015	Estimated [1] 2016	Estimated [1] 2017
Community Supervision Population [2]										
# Active Offenders	28,188	28,894	20,155	18,929	16,226	15,395	15,913	16,730	17,207	17,673
% Change from prior year	4.2%	2.5%	-30.2%	-6.1%	-14.3%	-5.1%	3.4%	5.1%	2.9%	2.7%
Community Supervision Violators [3] [4] [5]										
Avg Daily Population/Month	1,295	1,267	1,221	1,319	839	457	606	817	708	726
% Change from prior year	10.0%	-2.2%	-3.6%	8.0%	-36.4%	-45.5%	32.6%	34.8%	-13.3%	2.5%
Institution Populations [6] [7] [8]										
Avg Daily Population/Month	16,989	17,251	17,139	16,952	16,960	17,178	17,502	17,517	17,600	17,761
% Change from prior year	1.0%	1.5%	-0.6%	-1.1%	0.0%	1.3%	1.9%	0.1%	0.5%	0.9%
Average Cost Per Inmate [9]										
Annual	35,611	36,756	34,615	33,422	33,005	32,605	33,155	33,429	34,610	35,439
% Change from prior year	14.6%	3.2%	-5.8%	-3.4%	-1.2%	-1.2%	1.7%	0.8%	3.5%	2.4%

All actual average daily populations reported above are the counts reported to the Caseload Forecast Council.

(1) *Estimated Average Daily Population is based on the total Legislative funded/enacted levels (Maintenance and Policy Levels), and the funded February 2015 Caseload forecast.*

(2) *For the Community Supervision Population the average for the Fiscal Year (FY) is calculated using data for the last day of each calendar month*

(3) *Community Supervision Violator Population actuals and estimates include all Violator populations regardless of where they are housed.*

(4) *For FY2006 through FY2012, the average FY Community Supervision Violator population is calculated using data for the last day of each calendar month.*

(5) *Beginning with FY2013 the average FY Community Supervision Violator population is calculated using data for the average daily population.*

(6) *Institution Population counts include work release beds and rental beds used for prison offenders.*

(7) *For FY2006 through FY2012, the average FY Institutions population is calculated using data for the last day of each calendar month.*

(8) *Beginning with FY2013 the average FY Institutions population is calculated using data for the average daily population.*

(9) *To calculate the FY2016 and FY2017 cost per offender, we assumed the enacted budget adds in addition to FY2015 expenditures. Note, we received wage increases in both years that will add to our cost per offender. Average cost per inmate does not include start-up costs for expansions to include, but not limited to, at the Monroe Corrections Center, the Washington State Penitentiary, the Coyote Ridge Corrections Center, the Cedar Creek Corrections Center, the Larch Corrections Center, or the Mission Creek Corrections Center for Women.*

(10) *Community Supervision Violator Population is as reported in the Offender Management Network Information (OMNI) system. Beginning with FY2013 and through FY2015 the population in OMNI is under reported compared to the total days paid/accrued.*

Data Sources :
Caseload Forecast Council, Department of Corrections, and legislative fiscal staff.

Department of Services for the Blind

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**4,407**	**22,917**	**27,324**
2015 Supplemental *	-1	0	-1
Total 2013-15 Biennium	**4,406**	**22,917**	**27,323**
2015-17 Maintenance Level	**4,502**	**24,813**	**29,315**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-2	-2
2. Office of Chief Information Officer	0	1	1
3. CTS Central Services	3	13	16
4. DES Central Services	3	9	12
5. Core Financial Systems Replacement	0	2	2
6. Fleet Program Rate Reduction	0	-4	-4
7. Time, Leave and Attendance System	4	0	4
Policy -- Other Total	**10**	**19**	**29**
Policy Changes - Comp			
8. State Public Employee Benefits Rate	-1	-1	-2
9. WFSE General Government	45	350	395
10. State Represented Emp Benefits Rate	-3	-20	-23
11. General Wage Incr-State Employees	34	35	69
Policy -- Comp Total	**75**	**364**	**439**
Total 2015-17 Biennium	**4,587**	**25,196**	**29,783**
Fiscal Year 2016 Total	2,290	12,499	14,789
Fiscal Year 2017 Total	2,297	12,697	14,994

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

3. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

4. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

5. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

6. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

7. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

8. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is

Department of Services for the Blind

adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

9. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

10. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

11. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Employment Security Department

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**693,978**	**693,978**
2015 Supplemental *	0	-73,929	-73,929
Total 2013-15 Biennium	**0**	**620,049**	**620,049**
2015-17 Maintenance Level	**0**	**607,750**	**607,750**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-120	-120
2. Archives/Records Management	0	9	9
3. Audit Services	0	-8	-8
4. Legal Services	0	150	150
5. Office of Chief Information Officer	0	66	66
6. Administrative Hearings	0	613	613
7. CTS Central Services	0	135	135
8. DES Central Services	0	637	637
9. Core Financial Systems Replacement	0	73	73
10. Fleet Program Rate Reduction	0	-14	-14
11. Time, Leave and Attendance System	0	127	127
12. Self-Insurance Liability Premium	0	-27	-27
13. Complete Next Generation Tax System	0	4,662	4,662
14. New Unemployment Tax&Benefits Sys	0	26,955	26,955
Policy -- Other Total	**0**	**33,258**	**33,258**
Policy Changes - Comp			
15. State Public Employee Benefits Rate	0	-57	-57
16. WFSE General Government	0	8,024	8,024
17. State Represented Emp Benefits Rate	0	-472	-472
18. Nonrep Job Class Specific	0	8	8
19. General Wage Incr-State Employees	0	1,349	1,349
Policy -- Comp Total	**0**	**8,852**	**8,852**
Total 2015-17 Biennium	**0**	**649,860**	**649,860**
Fiscal Year 2016 Total	0	329,174	329,174
Fiscal Year 2017 Total	0	320,686	320,686

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Audit Services** - Agency budgets are adjusted to update each agency's allocated share of charges.

4. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

5. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

6. **Administrative Hearings** - Agency budgets are adjusted to update each agency's allocated share of charges.

7. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

Employment Security Department

8. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

9. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

10. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

11. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

12. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

13. **Complete Next Generation Tax System** - One-time federal appropriation authority is provided for the Employment Security Department (ESD) to complete the Next Generation Tax System, which replaces and modernizes ESD's unemployment insurance tax and wage system. (Unemployment Compensation Administration Account-Federal)

14. **New Unemployment Tax&Benefits Sys** - One-time federal appropriation authority is provided for ESD to continue work on the Unemployment Tax and Benefit (UTAB) benefits system project. (Unemployment Compensation Administration Account-Federal)

15. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

16. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

17. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

18. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

19. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

NATURAL RESOURCE

Land Management

State Parks

The State Parks and Recreation Commission is provided $16.0 million of state general fund for the operating costs of state parks. This amount funds cost increases for current staffing and other operating costs as well as permanently continuing funding that was provided on a one-time basis in the 2013-15 biennium. In addition, $4.4 million of state general fund is provided to increase the numbers of park aides, park rangers, and maintenance mechanics throughout the park system.

Fire Suppression and Geological Hazards

State general fund support of $1.2 million is provided to the Department of Natural Resources (DNR) for increased fire response through additional fire engine crews, specialized helicopter crews, and incident command and business support staff. State general fund of $648,000 is also provided to implement Chapter 182, Laws of 2015 (ESHB 2093), which creates a local wildland fire liaison and Wildland Fire Advisory Committee and requires DNR to coordinate a master list of qualified wildland fire suppression contractors.

DNR is provided $4.6 million to establish a statewide contract for LiDAR, a remote sensing technology used to create high-resolution geological maps, and to increase staffing related to geological hazards.

Oil Transportation

The Department of Ecology (Ecology) is provided $1.0 million from the Oil Spill Prevention Account (OSPA) for activities required by Chapter 274, Laws of 2015 (ESHB 1449) related to railroad oil spill contingency plans and advance notice of transfers of crude oil. A total of $1.4 million is provided from the OSPA to continue work on area-specific oil spill response plans and oil spill risk analysis that began in 2014. A total of $500,000 from the OSPA is provided to conduct and periodically update vessel and rail traffic risk assessments. A total of $1.9 million from the State Toxics Control Account is also provided for oil spill response equipment grants to local governments.

Water Resources and Watershed Protection

Forests and Fish

DNR is provided $5.9 million from the state general fund for research and monitoring projects in the Forest Practices Adaptive Management Program. This funding corresponds with the Forest Practices Habitat Conservation Plan and a 2012 legal settlement agreement, and will inform Forest Practices Board rules related to water quality and fish habitat protection.

Puget Sound

The Washington Department of Fish and Wildlife (WDFW) is provided $1.5 million from the Environmental Legacy Stewardship Account (ELSA) to expand toxics monitoring for several Puget Sound fish species. WDFW is also provided $800,000 from the Aquatic Lands Enhancement Account (ALEA) to continue research on the decline of Puget Sound steelhead.

ALEA funding of $1.0 million is provided to the Puget Sound Partnership to increase monitoring activities for a number of indicators of Puget Sound ecosystem health, including birds, estuaries, and Pacific herring. ELSA funding of $1.0 million is provided to DNR to continue a creosote removal program in the Puget Sound.

Agricultural Lands
The State Conservation Commission is provided $7.6 million from the Public Works Assistance Account to fund the Voluntary Stewardship Program (VSP) in the 26 counties that have opted in to the program but not yet received funding. The VSP was created in 2011 as an alternative means of fulfilling Growth Management Act requirements to protect wetlands and other critical areas on agricultural lands.

Stormwater
Ecology is provided $864,000 from the State Toxics Control Account for the Washington State University Stormwater Center to conduct studies of the sources of toxics in stormwater and stormwater impacts on salmonids.

Emergency Food Programs

An increase of $1.6 million state general fund is provided to the Department of Agriculture for the Emergency Food Assistance Program, which supports the operating budgets of food banks and distribution centers in Washington.

Other Enhancements

In addition to the above enhancements in natural resource agencies, in Special Appropriations $14.0 million was provided for emergency drought funding and $1.0 million was provided for outdoor education grants through the No Child Left Inside program.

Savings and Fund Shifts to Reduce State General Fund Expenditures

In Ecology, $9.6 million of operating expenditures from the Air Quality and the Shorelands and Environmental Assistance programs are shifted from state general fund to the State Toxics Control Account. Continuing a reduction from previous biennia, competitive grants for local government flood hazard reduction projects are reduced by $2.0 million. Funding of $2.0 million to assist local watershed groups with developing watershed plans is eliminated. A total of $736,000 for assisting local governments update Shoreline Management Act regulations is eliminated.

In DNR, $5.4 million of operating expenditures from the Forest Practices Program are shifted from state general fund to the State Toxics Control Account.

In DFW, payments in lieu of taxes made to counties in compensation for lost property taxes from DFW-owned land are funded at 2009 levels, continuing savings of $3.5 million. Funding of $452,000 for managing shellfish harvests is shifted from state general fund to ALEA.

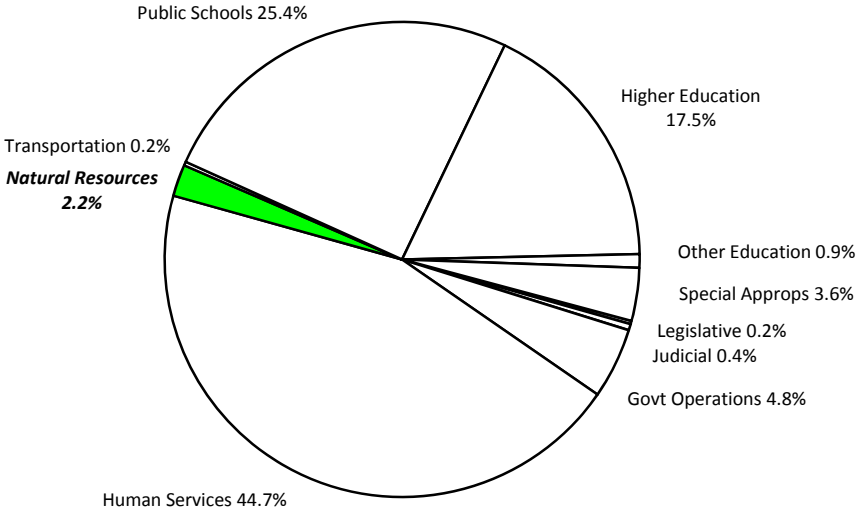
In the Department of Agriculture, $740,000 of spending authority is shifted from state general fund to the Agricultural Local Account as a result of the passage of Chapter 27, Laws of 2015, 3rd sp.s (ESHB 2128), which increased or created a number of fees in the Food Safety Program.

2015-17 Washington State Omnibus Operating Budget

Total Budgeted Funds

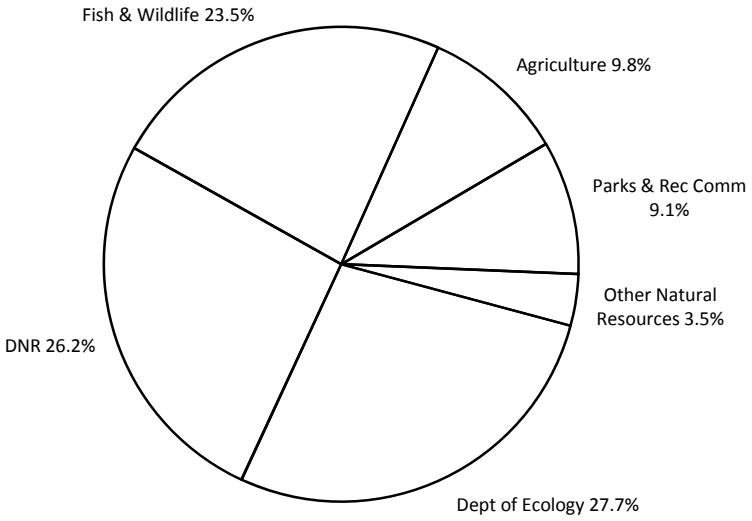
(Dollars in Thousands)

Legislative	173,930
Judicial	337,921
Governmental Operations	3,792,924
Human Services	35,266,422
Natural Resources	***1,713,043***
Transportation	195,359
Public Schools	20,008,166
Higher Education	13,826,980
Other Education	736,946
Special Appropriations	2,836,614
Statewide Total	**78,888,305**



Washington State

Dept of Ecology	475,200
Dept of Natural Resources	449,410
Dept of Fish & Wildlife	403,339
Dept of Agriculture	168,716
Parks & Recreation Comm	156,347
Other Natural Resources	60,031
Natural Resources	***1,713,043***



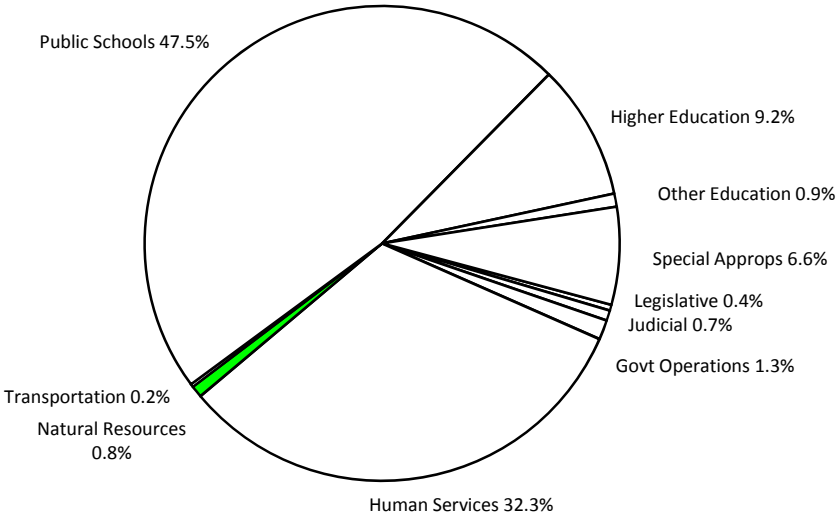
Natural Resources

2015-17 Washington State Omnibus Operating Budget

NGF-S + Opportunity Pathways

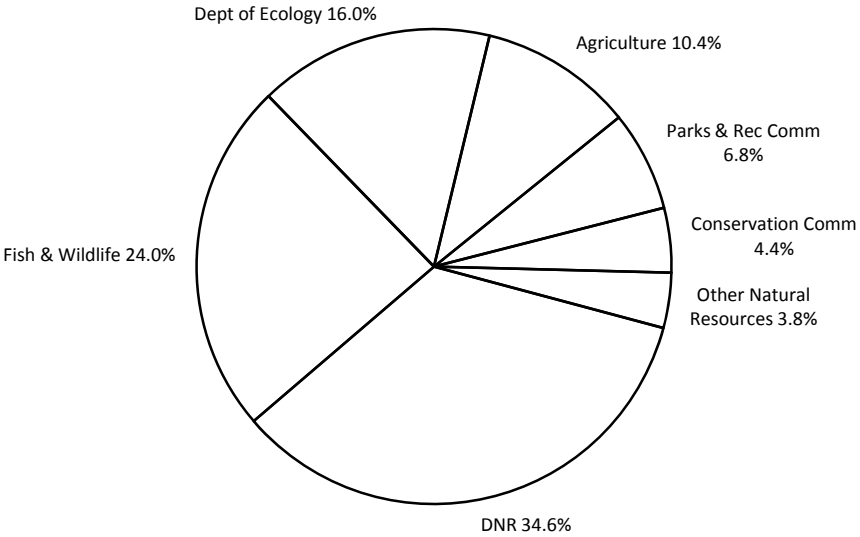
(Dollars in Thousands)

Legislative	153,796
Judicial	267,132
Governmental Operations	510,107
Human Services	12,333,779
Natural Resources	***308,873***
Transportation	80,612
Public Schools	18,156,830
Higher Education	3,525,134
Other Education	347,928
Special Appropriations	2,534,988
Statewide Total	**38,219,179**



Washington State

Dept of Natural Resources	106,732
Dept of Fish & Wildlife	74,181
Dept of Ecology	49,489
Dept of Agriculture	32,242
Parks & Recreation Comm	21,053
Conservation Commission	13,585
Other Natural Resources	11,591
Natural Resources	***308,873***



Natural Resources

Columbia River Gorge Commission

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**892**	**906**	**1,798**
2015 Supplemental *	-5	-4	-9
Total 2013-15 Biennium	**887**	**902**	**1,789**
2015-17 Maintenance Level	**904**	**902**	**1,806**
Policy Changes - Other			
1. DES Central Services	2	2	4
Policy -- Other Total	**2**	**2**	**4**
Policy Changes - Comp			
2. General Wage Incr-State Employees	23	23	46
Policy -- Comp Total	**23**	**23**	**46**
Total 2015-17 Biennium	**929**	**927**	**1,856**
Fiscal Year 2016 Total	455	498	953
Fiscal Year 2017 Total	474	429	903

Comments:

1. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

2. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Ecology

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**51,007**	**408,646**	**459,653**
2015 Supplemental *	9	611	620
Total 2013-15 Biennium	**51,016**	**409,257**	**460,273**
2015-17 Maintenance Level	**59,761**	**401,804**	**461,565**
Policy Changes - Other			
1. CTS Rate Adjustment	-2	-4	-6
2. Archives/Records Management	1	3	4
3. Legal Services	107	377	484
4. Office of Chief Information Officer	7	25	32
5. CTS Central Services	22	76	98
6. DES Central Services	19	68	87
7. Core Financial Systems Replacement	12	41	53
8. Fleet Program Rate Reduction	-6	-20	-26
9. Time, Leave and Attendance System	20	69	89
10. Self-Insurance Liability Premium	-12	-42	-54
11. Red. Lkg. Tank Cleanup Expenditures	0	-486	-486
12. Litter Control and Waste Reduction	0	-5,500	-5,500
13. Completed Rulemaking Reduction	-96	0	-96
14. Reduce Flood Plan Grants	0	-2,000	-2,000
15. Elim. Watershed Planning Program	-2,014	0	-2,014
16. Shoreline Master Program	-736	0	-736
17. Air Quality & Shorelands Fund Shift	-9,600	9,600	0
18. Safe Transportation of Oil	0	1,044	1,044
19. Oil Spill Risk Assessments	0	500	500
20. Red. Water Res. Exp. to Match Rev.	0	-236	-236
21. Red. Woodstove Exp. to Balance Acct	0	-100	-100
22. Expedited SEPA Permitting	134	0	134
23. Walla Walla Watershed Management	270	0	270
24. WA Conservation Corps Minimum Wage	183	0	183
25. Oil Spill Response Equipment Grants	0	1,900	1,900
26. Reduce Oil Spill Risk	0	1,354	1,354
27. Expanding Local Source Control	0	1,120	1,120
28. Implement Chemical Action Plans	0	3,883	3,883
29. Study Toxics Sources in Stormwater	0	864	864
30. Lower Duwamish River Source Control	0	715	715
31. Regional Stormwater Monitoring Prgm	0	5,180	5,180
32. Preventing Nonattainment	0	408	408
33. Hanford Tank Permit and Compliance	0	548	548
34. Complying With Air Quality Lawsuits	0	448	448
35. Spokane R. Innovative Collaboration	0	310	310
36. Meeting Air Operating Permit Needs	0	66	66
37. Biosolids Permitting	0	164	164
38. Lapse - Chemical Action Plans	0	-3,883	-3,883
Policy -- Other Total	**-11,691**	**16,492**	**4,801**
Policy Changes - Comp			
39. State Public Employee Benefits Rate	-16	-77	-93
40. WFSE General Government	1,158	6,082	7,240
41. State Represented Emp Benefits Rate	-66	-324	-390
42. Nonrep Job Class Specific	6	44	50

Department of Ecology

(Dollars in Thousands)

	NGF-P	Other	Total
43. General Wage Incr-State Employees	337	1,690	2,027
Policy -- Comp Total	**1,419**	**7,415**	**8,834**
Total 2015-17 Biennium	**49,489**	**425,711**	**475,200**
Fiscal Year 2016 Total	24,694	209,268	233,962
Fiscal Year 2017 Total	24,795	216,443	241,238

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.
2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.
3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.
4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.
5. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.
6. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.
7. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.
8. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.
9. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.
10. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.
11. **Red. Lkg. Tank Cleanup Expenditures** - State Toxics Control Account-Private/Local expenditure authority is reduced on an ongoing basis to align with projected cost recovery revenue collected from potentially liable parties at cleanup sites initially funded with the Department of Ecology's federal grant for leaking underground storage tanks. (State Toxics Control Account-Private/Local)
12. **Litter Control and Waste Reduction** - Funding is reduced on a one-time basis to reflect lower revenue in the Waste Reduction, Recycling and Litter Control Account. (Waste Reduction, Recycling and Litter Control Account-State)
13. **Completed Rulemaking Reduction** - Funding and FTE staff are reduced on an ongoing basis to reflect completion of the Water Quality program's participation in a forest practices rulemaking process required by Section 203, Chapter 1, Laws of 2012, 1st sp.s. (2ESSB 6406), relating to natural resources management.
14. **Reduce Flood Plan Grants** - The Flood Control Assistance Account program provides grants and technical assistance to local governments for flood damage reduction projects and flood hazard management plans. The Flood Control Assistance Account that funds this work receives its revenue from transfers from the state general fund. Continuing a temporary reduction that began during the 2009-11 biennium, funding is reduced on a one-time basis for competitive grants to local governments for flood hazard reduction projects. (Flood Control Assistance Account-State)
15. **Elim. Watershed Planning Program** - The Watershed Planning Technical and Financial Assistance Program provides assistance to local watershed groups to develop plans and address watershed issues. Over 30 watersheds have adopted plans since the program's inception in 1997. State general funds provided for this work are permanently eliminated. The four remaining planning units eligible for implementation grants during the 2015-17 biennium will not receive funding (located

Department of Ecology

in the Wind, Chelan, Lower Lake Roosevelt and Lower Spokane watersheds), and implementation projects will no longer be funded through this program.

16. **Shoreline Master Program** - General Fund-State funding and FTE staff are permanently eliminated from the Shoreline Master program. This will result in less grant funding available to local governments responsible for updating their development regulations under the state Shoreline Management Act (Chapter 90.58 RCW), and fewer staff providing technical assistance for local governments planning.

17. **Air Quality & Shorelands Fund Shift** - General Fund-State expenditures for the Air Quality program and the Shorelands and Environmental Assistance program are shifted to the State Toxics Control Account on an ongoing basis. (General Fund-State, State Toxics Control Account-State)

18. **Safe Transportation of Oil** - Pursuant to Chapter 274, Laws of 2015 (ESHB 1449), a combination of one-time and ongoing funding and FTE staff are provided for (1) oil spill contingency planning by railroads transporting oil in bulk and (2) rulemaking and modification of technology systems to accommodate advance notice of oil transfer data from railroads and pipelines. (Oil Spill Prevention Account-State)

19. **Oil Spill Risk Assessments** - Vessel traffic risk assessments (VTRAs) measure changes in oil spill risk and help decision makers to ensure that prevention, preparedness and response measures are in place. Ongoing funding is provided to (1) conduct VTRAs in areas of the state where they presently do not exist (Grays Harbor, Columbia River, and the outer coast) and to periodically update VTRAs in future years, beginning with the Puget Sound assessment completed in March 2014, and (2) develop and periodically update a rail traffic risk assessment model to analyze changes in the rail transportation system. (Oil Spill Prevention Account-State)

20. **Red. Water Res. Exp. to Match Rev.** - Expenditure authority is reduced on an ongoing basis to match expected revenues in the Basic Data Account and the Water Rights Processing Account. These accounts fund streamflow data collection and water rights processing activity in the Water Resources program. (Basic Data Account-Nonappropriated, Water Rights Processing Account-State)

21. **Red. Woodstove Exp. to Balance Acct** - Expenditure authority is reduced permanently in the Wood Stove Education and Enforcement Account to reflect lower revenues. (Wood Stove Education and Enforcement Account-State)

22. **Expedited SEPA Permitting** - Pursuant to Chapter 144, Laws of 2015 (SHB 1851), one-time funding is provided for rulemaking to exempt the repair or replacement of a city, town, or county bridge deemed structurally deficient from State Environmental Policy Act (SEPA) compliance.

23. **Walla Walla Watershed Management** - One-time funding is provided for the Walla Walla Watershed Management Partnership to address local water management issues in the Walla Walla basin.

24. **WA Conservation Corps Minimum Wage** - The Washington Conservation Corps (WCC) employs young adult AmeriCorps members to work on a variety of natural resource and emergency projects, including habitat restoration, trail construction, and wildland fire response. Ongoing funding is provided to support a corpsmember minimum wage increase to $9.47 per hour in 2015.

25. **Oil Spill Response Equipment Grants** - To better prepare local communities for rapid response to potential oil spills from rail incidents, ongoing funding and FTE staff are provided to strategically place oil spill response equipment caches where needed through an ongoing local government grant program. (State Toxics Control Account-State)

26. **Reduce Oil Spill Risk** - One-time funding was provided in the 2014 supplemental budget for additional resources to (1) develop preparedness and response tools for mitigating oil spills to rivers and streams; and (2) analyze the changing risks associated with crude oil moved by rail and vessels. Ongoing funding and FTE staff are provided to complete and maintain the response tools along rail corridors and marine waterways, and retain staff expertise on spill risk assessment, mitigation, and rapid oil spill response. (Oil Spill Prevention Account-State)

27. **Expanding Local Source Control** - Ongoing funding and FTE staff are provided to add additional Local Source Control Partnership capacity in the Columbia River Basin, provide support to new local businesses, and implement source tracing and watershed monitoring studies. (State Toxics Control Account-State, Local Toxics Control Account-State)

28. **Implement Chemical Action Plans** - Chemical Action Plans (CAPs) identify chemical sources and releases and recommend steps to reduce impacts or phase out chemical uses. Pursuant to Engrossed Second Substitute House Bill 1472 (Chemical Action Plans), Second Substitute Senate Bill 5056 (Safer Chemicals/Action Plans), or Substitute Senate Bill 6131 (Safer Chemicals), a combination of one-time and ongoing funding and FTE staff are provided to develop and implement CAPs, conduct environmental monitoring studies, require manufacturers to conduct alternatives assessments and then review those assessments, make determinations of whether safer alternatives exist, develop a state purchasing preference for products that do not contain certain toxic chemicals, restrict the use of certain flame retardants, and write rules describing the process for obtaining chemical information from manufacturers and for ordering additional information when needed. Note: E2SHB 1472, 2SSB 5056, and SSB 6131 were not

Department of Ecology

enacted by July 10, 2015. Therefore, the amounts provided lapse. Please see the lapse item below for more information. (State Toxics Control Account-State)

29. **Study Toxics Sources in Stormwater** - One-time funding and FTE staff are provided to carry out studies related to the sources of toxics in stormwater, including roofing materials and tires, as well as stormwater impacts on salmonids. This research is conducted by the Washington State University Stormwater Center in Puyallup. (State Toxics Control Account-State)

30. **Lower Duwamish River Source Control** - The U.S. Environmental Protection Agency announced a $342 million Superfund cleanup of the Lower Duwamish Waterway in late 2014. The Department of Ecology's role in this work is to control sources of pollution so cleanup can begin and protect the investment in sediment cleanup. Ongoing funding and FTE staff are provided to improve water quality permit implementation; strengthen strategic collaboration between water quality, cleanup, and toxics reduction efforts; and develop a watershed pollutant loading assessment modeling tool to help determine progress on cleanup and clean water goals. (Environmental Legacy Stewardship Account-State)

31. **Regional Stormwater Monitoring Prgm** - Ongoing funding and FTE staff are provided to administer a program of regional monitoring, effectiveness studies, and analysis of stormwater pollution reduction efforts paid for by local governments participating in the Regional Stormwater Monitoring Program (RSMP). This monitoring is required under the new general municipal stormwater National Pollution Discharge Elimination System Phase 1 and Phase 2 western Washington permits. The western Washington permittees worked with the Department of Ecology to develop a regional program to perform the required monitoring, studies and analyses administered through the RSMP, rather than conducting the work individually. (General Fund-Private/Local)

32. **Preventing Nonattainment** - Ongoing funding and FTE staff are provided to conduct community-level air quality assessments and work closely with elected officials, citizens, local agencies, businesses and civic leaders in the state's highest-risk areas to help design preventive air pollution solutions. (Environmental Legacy Stewardship Account-State)

33. **Hanford Tank Permit and Compliance** - In March 2014, the Department of Ecology issued an administrative order to require the U.S. Department of Energy (USDOE) to remove waste from a leaking double shell tank. The USDOE is not meeting milestones set in a federal consent decree for tank waste treatment, resulting in increased compliance and permitting work for Ecology. In response to these tank waste problems and to address safe storage of cesium/strontium capsules, the USDOE has proposed three new facilities that will require permitting and oversight by Ecology. Ongoing funding and FTE staff are provided to carry out this federally-funded work so that radioactive waste is appropriately managed. Costs will be paid for by the USDOE through regulatory oversight fees. (Radioactive Mixed Waste Account-State)

34. **Complying With Air Quality Lawsuits** - Ongoing funding and FTE staff are provided to update state implementation plans and regulations to better align the state's regulatory framework with federal regulatory requirements. (Environmental Legacy Stewardship Account-State)

35. **Spokane R. Innovative Collaboration** - The Spokane River Regional Toxics Task Force's innovative collaborative partnership works toward achieving water quality standards for toxics, specifically polychlorinated biphenyls (PCBs) in the Spokane River. The Task Force received one-time funding from the Department of Ecology during the 2013-15 biennium to identify, implement, and measure the reduction of toxic chemical inputs to the river. One-time funding is provided to continue the work of the Task Force for two more years. (State Toxics Control Account-State)

36. **Meeting Air Operating Permit Needs** - Industrial facilities that emit large amounts of air pollution are regulated by the Department of Ecology under the federally-mandated Air Operating Permit program. Under both federal and state law, the costs of the program must be fully supported with fees paid by these air pollution sources. Based on fee criteria and formulas specified in statute, Ecology intends to increase fees during the 2015-17 biennium to cover the cost of serving new sources entering the program, including writing permits, conducting inspections, and updating emission inventories. Ongoing funding and FTE staff are provided to carry out this work. (Air Operating Permit Account-State)

37. **Biosolids Permitting** - The Biosolids program provides oversight, permitting, and technical assistance for sewage treatment plants, facilities that manage wastewater from septic systems, and other facilities that generate, treat and use biosolids. Biosolids are a product of wastewater treatment and septic tanks, comprised primarily of organic material that can be used to condition soil and enhance plant growth after meeting requirements under the Department of Ecology's biosolids management rule. Ongoing funding and FTE staff are provided to increase technical assistance, enforcement, and compliance inspections for permit applicants. (Biosolids Permit Account-State)

38. **Lapse - Chemical Action Plans** - Funding was provided to implement E2SHB 1472 (Chemical Action Plans), 2SSB 5056 (Safer Chemicals/Action Plans), or SSB 6131 (Safer Chemicals). Because none of these bills were enacted by July 10, 2015, the amounts provided lapse.

Department of Ecology

39. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

40. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

41. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

42. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

43. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

State Parks and Recreation Commission

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**8,686**	**122,417**	**131,103**
2015 Supplemental *	-23	0	-23
Total 2013-15 Biennium	**8,663**	**122,417**	**131,080**
2015-17 Maintenance Level	**434**	**130,878**	**131,312**
Policy Changes - Other			
1. CTS Rate Adjustment	0	8	8
2. Archives/Records Management	0	2	2
3. Legal Services	0	26	26
4. Office of Chief Information Officer	0	3	3
5. CTS Central Services	0	48	48
6. DES Central Services	0	36	36
7. Core Financial Systems Replacement	0	21	21
8. Time, Leave and Attendance System	0	36	36
9. Self-Insurance Liability Premium	0	-84	-84
10. Equip Maintenance/Software Licenses	0	262	262
11. Increase Park Services	4,419	0	4,419
12. State Parks Operations	16,000	0	16,000
Policy -- Other Total	**20,419**	**358**	**20,777**
Policy Changes - Comp			
13. State Public Employee Benefits Rate	0	-19	-19
14. WFSE General Government	0	3,920	3,920
15. State Represented Emp Benefits Rate	0	-276	-276
16. General Wage Incr-State Employees	0	433	433
Policy -- Comp Total	**0**	**4,058**	**4,058**
Policy Changes - Transfers			
17. Transfer LID Payments	200	0	200
Policy -- Transfer Total	**200**	**0**	**200**
Total 2015-17 Biennium	**21,053**	**135,294**	**156,347**
Fiscal Year 2016 Total	10,578	66,977	77,555
Fiscal Year 2017 Total	10,475	68,317	78,792

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

5. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

6. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise

State Parks and Recreation Commission

Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

7. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

8. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

9. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

10. **Equip Maintenance/Software Licenses** - One-time and ongoing funding are provided for a Microsoft Enterprise Agreement subscription and updated geographic information system software licenses. (Parks Renewal and Stewardship Account-State)

11. **Increase Park Services** - Ongoing funding and FTE staff are provided for park services such as grounds and facility maintenance, security of campsites, and maintenance of hiking trails.

12. **State Parks Operations** - Ongoing funding is provided for the operation of state parks, including an ongoing continuation of $10.05 million that was provided in the 2013-15 biennium on a one-time basis.

13. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

14. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

15. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

16. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

17. **Transfer LID Payments** - Funding for assessments against state-owned land charged by local improvement districts is transferred from the Office of Financial Management to State Parks on an ongoing basis.

Recreation and Conservation Funding Board

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**1,736**	**8,467**	**10,203**
2015 Supplemental *	-2	0	-2
Total 2013-15 Biennium	**1,734**	**8,467**	**10,201**
2015-17 Maintenance Level	**1,667**	**8,379**	**10,046**
Policy Changes - Other			
1. Legal Services	1	1	2
2. Office of Chief Information Officer	0	1	1
3. CTS Central Services	6	9	15
4. DES Central Services	7	11	18
5. Core Financial Systems Replacement	1	1	2
6. Time, Leave and Attendance System	1	2	3
7. Balance to Available Revenue	0	-194	-194
Policy -- Other Total	**16**	**-169**	**-153**
Policy Changes - Comp			
8. State Public Employee Benefits Rate	-1	-3	-4
9. WFSE General Government	0	172	172
10. State Represented Emp Benefits Rate	0	-8	-8
11. General Wage Incr-State Employees	36	85	121
Policy -- Comp Total	**35**	**246**	**281**
Total 2015-17 Biennium	**1,718**	**8,456**	**10,174**
Fiscal Year 2016 Total	873	4,213	5,086
Fiscal Year 2017 Total	845	4,243	5,088

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

3. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

4. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

5. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

6. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

7. **Balance to Available Revenue** - The Youth Athletic Facility Account is used for grants to cities, counties, and qualified nonprofit organizations for youth athletic facilities. Expenditure authority is reduced to balance to available revenue. (Youth Athletic Facility Account-Non-appropriated)

8. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective

Recreation and Conservation Funding Board

bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

9. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

10. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

11. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Environmental and Land Use Hearings Office

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**4,361**	**0**	**4,361**
2015 Supplemental *	-122	0	-122
Total 2013-15 Biennium	**4,239**	**0**	**4,239**
2015-17 Maintenance Level	**4,426**	**0**	**4,426**
Policy Changes - Other			
1. Legal Services	2	0	2
2. DES Central Services	6	0	6
3. Time, Leave and Attendance System	1	0	1
4. Reduce Growth Board to Six Members	-242	0	-242
5. Reduce Agency Support Costs	-27	0	-27
Policy -- Other Total	**-260**	**0**	**-260**
Policy Changes - Comp			
6. State Public Employee Benefits Rate	-4	0	-4
7. General Wage Incr-State Employees	125	0	125
Policy -- Comp Total	**121**	**0**	**121**
Total 2015-17 Biennium	**4,287**	**0**	**4,287**
Fiscal Year 2016 Total	2,123	0	2,123
Fiscal Year 2017 Total	2,164	0	2,164

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

3. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

4. **Reduce Growth Board to Six Members** - The Growth Management Hearings Board (Board) provides quasi-judicial review of challenges to city and county plans and development regulations under the state Growth Management Act. Current law allows the Board to be composed of either six or seven members, based on caseload. Since 2011 the Board has functioned with six members while meeting statutory deadlines for issuing decisions. Projected caseload indicates that this practice can continue into the future. Funding and FTE staff are reduced on an ongoing basis to maintain the Board at six members.

5. **Reduce Agency Support Costs** - Funding is reduced on an ongoing basis to capture anticipated savings in travel, goods and services, and capital outlays.

6. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

7. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective

Environmental and Land Use Hearings Office

July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

State Conservation Commission

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**13,527**	**3,351**	**16,878**
2015 Supplemental *	-38	2,703	2,665
Total 2013-15 Biennium	**13,489**	**6,054**	**19,543**
2015-17 Maintenance Level	**13,462**	**3,301**	**16,763**
Policy Changes - Other			
1. Legal Services	1	0	1
2. DES Central Services	2	0	2
3. Core Financial Systems Replacement	1	0	1
4. Fleet Program Rate Reduction	-2	0	-2
5. Time, Leave and Attendance System	1	0	1
6. Voluntary Stewardship Program	0	7,600	7,600
Policy -- Other Total	**3**	**7,600**	**7,603**
Policy Changes - Comp			
7. State Public Employee Benefits Rate	-5	0	-5
8. Nonrep Job Class Specific	10	0	10
9. General Wage Incr-State Employees	115	0	115
Policy -- Comp Total	**120**	**0**	**120**
Total 2015-17 Biennium	**13,585**	**10,901**	**24,486**
Fiscal Year 2016 Total	6,775	5,450	12,225
Fiscal Year 2017 Total	6,810	5,451	12,261

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

3. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

4. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

5. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

6. **Voluntary Stewardship Program** - In 2011 the Legislature and Governor established the Voluntary Stewardship Program at the State Conservation Commission. This negotiated program addresses an ongoing dispute between the environmental community, agriculture stakeholders, and counties regarding how best to protect critical areas while maintaining agricultural production. A total of 28 counties opted into this program, and funding for two counties was provided in the 2013-15 operating budget. The remaining 26 counties will be funded in the 2015-17 budget. (Public Works Assistance Account-State)

7. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses

State Conservation Commission

and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

8. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

9. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Fish and Wildlife

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**60,841**	**314,643**	**375,484**
2015 Supplemental *	84	9,302	9,386
Total 2013-15 Biennium	**60,925**	**323,945**	**384,870**
2015-17 Maintenance Level	**73,195**	**318,021**	**391,216**
Policy Changes - Other			
1. Maintaining Puget Sound Rec Fishing	0	241	241
2. Protect Wild Salmon through Marking	203	244	447
3. CTS Rate Adjustment	2	8	10
4. Archives/Records Management	1	3	4
5. Legal Services	33	126	159
6. Office of Chief Information Officer	2	7	9
7. CTS Central Services	20	77	97
8. DES Central Services	37	146	183
9. Core Financial Systems Replacement	11	42	53
10. Fleet Program Rate Reduction	-18	-70	-88
11. Time, Leave and Attendance System	28	62	90
12. Self-Insurance Liability Premium	-11	-42	-53
13. Reduce PILT Payments	-2,073	-1,382	-3,455
14. Fund Shift PS Shellfish Fisheries	-452	452	0
15. Balance to Available Revenue	0	-2,471	-2,471
16. Increased Discover Pass Revenue	0	760	760
17. Wildlife Rehabilitation Grants	0	100	100
18. Oil Transportation Safety	0	72	72
19. Forage Fish Management/5166	703	0	703
20. Recover Puget Sound Steelhead	0	800	800
21. Manage Elk Hoof Disease	0	250	250
22. Managing Aquatic Invasive Species	0	300	300
23. Tracking Puget Sound Fish Health	0	1,526	1,526
24. Enhance Recreation Licensing System	0	1,300	1,300
Policy -- Other Total	**-1,514**	**2,551**	**1,037**
Policy Changes - Comp			
25. State Public Employee Benefits Rate	-37	-116	-153
26. WFSE General Government	265	1,972	2,237
27. State Represented Emp Benefits Rate	-70	-291	-361
28. WA Assoc. Fish&Wild Prof Agreement	1,337	4,325	5,662
29. Nonrep Job Class Specific	28	78	106
30. WPEA General Government	0	55	55
31. The Coalition of Unions Agreement	413	796	1,209
32. General Wage Incr-State Employees	564	1,767	2,331
Policy -- Comp Total	**2,500**	**8,586**	**11,086**
Total 2015-17 Biennium	**74,181**	**329,158**	**403,339**
Fiscal Year 2016 Total	37,559	158,048	195,607
Fiscal Year 2017 Total	36,622	171,110	207,732

Comments:

1. **Maintaining Puget Sound Rec Fishing** - The Puget Sound

Recreational Fisheries Enhancement (PSRFE) Account funds programs that enhance recreational fishing opportunities in the Puget Sound and Lake Washington. In response to a performance audit, the Washington Department of Fish and Wildlife (WDFW) and the PSRF citizen oversight committee adopted an outcome-based action plan in February 2013. Ongoing funding is provided to implement the action plan by improving marketing and removing obstacles to participation in the fishery, distributing outreach materials and gear, and gathering data regarding success rates of existing Chinook and coho production runs to target production increases. (Recreational Fisheries Enhancement Account-State)

2. **Protect Wild Salmon through Marking** - The Washington Department of Fish and Wildlife is required to mass mark all hatchery Chinook and Coho salmon to provide commercial, tribal, and recreational fishing opportunities while protecting salmon runs that are listed under the Endangered Species Act. Ongoing funding is provided for increased costs for marking, tagging supplies and equipment, and contracted labor. (General Fund-State, General Fund-Federal, General Fund-Private/Local, Recreational Fisheries Enhancement Account-State)

3. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

4. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

5. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

6. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

7. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

8. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

9. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

10. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

11. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

12. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

13. **Reduce PILT Payments** - The Washington Department of Fish and Wildlife (WDFW) is required to make payments in lieu of taxes (PILT) to counties to compensate them for property taxes lost on land owned by WDFW. These payments fluctuate according to the changing value of the land. The PILT payments are reduced to the amount paid to each county in 2009. (General Fund-State, General Fund-Federal)

14. **Fund Shift PS Shellfish Fisheries** - The Washington Department of Fish and Wildlife manages commercial sea urchin, sea cucumber, clam, and oyster harvest in the Puget Sound by setting quotas and seasons. Funding is shifted from General Fund-State to the Aquatic Lands Enhancement Account on an ongoing basis for this activity. (General Fund-State, Aquatic Lands Enhancement Account-State)

15. **Balance to Available Revenue** - Expenditure authority is lowered in various funds to balance to available revenue. (State Wildlife Account-State, Columbia River Recreational Salmon and Steelhead Pilot Stamp Program Account-Nonappropriated, Various Other Accounts)

16. **Increased Discover Pass Revenue** - Expenditure authority is increased on an ongoing basis to reflect higher projected revenue from the Discover Pass. (State Wildlife Account-State)

17. **Wildlife Rehabilitation Grants** - Ongoing funding is provided to increase competitive grants to wildlife rehabilitation centers. (Wildlife Rehabilitation Account-State)

18. **Oil Transportation Safety** - Pursuant to Chapter 274, Laws of 2015 (ESHB 1449), ongoing funding is provided for increased review of oil transfer facility contingency plans for cleanup of oil spills. (Oil Spill Prevention Account-State)

19. **Forage Fish Management/5166** - One-time funding is provided for the implementation of Chapter 191, Laws of 2015 (SSB 5166). The Department of Fish and Wildlife is required to collaborate with the Department of Natural Resources to conduct two forage fish surveys by June 30, 2017.

20. **Recover Puget Sound Steelhead** - One-time funding received in the 2013-15 biennium supported the development of a research plan and one year of data collection on Puget Sound Steelhead decline. One-time funding is provided to allow the Washington Department of Fish and Wildlife to complete the

Department of Fish and Wildlife

next stage of research by leveraging existing study results, testing hypotheses, and developing a range of management actions. (Aquatic Lands Enhancement Account-State)

21. **Manage Elk Hoof Disease** - Over the past decade, elk herds in southwest Washington have suffered from a disease that causes missing or misshapen hooves. The Washington Department of Fish and Wildlife (WDFW) has deployed an intensive research effort to identify the cause of the disease and suspects that bacteria are responsible. Ongoing funding is provided to document the distribution of the disease, the proportion of the herd showing symptoms, and the disease's effects on elk population dynamics. This will help WDFW to explore available management options to limit the spread of the disease. (State Wildlife Account-State)

22. **Managing Aquatic Invasive Species** - One-time funding is provided to reduce risks from invasive species, and for an interagency agreement with the Washington Invasive Species Council for development of recommendations for long-term funding of the program. (Aquatic Lands Enhancement Account-State)

23. **Tracking Puget Sound Fish Health** - Ongoing funding is provided for the Washington Department of Fish and Wildlife to implement its fish contaminant assessment and monitoring efforts as part of the Puget Sound Ecosystem Monitoring Program, a scientific effort to track Puget Sound fish toxicity and ecosystem health. This will help document the impact of contaminants on fish survival, whether Puget Sound seafood is safe to eat, and whether current efforts to prevent pollution and clean up the Puget Sound are effective. One-time funding is provided in FY 2016 for equipment and a personal service contract. (Environmental Legacy Stewardship Account-State)

24. **Enhance Recreation Licensing System** - The Washington Department of Fish and Wildlife automated licensing system, the Washington Interactive Licensing Database, processes over one million hunting licenses, fishing licenses and Discover Passes each year. One-time funding of $1 million and ongoing funding of $300,000 are provided for updates that improve the customer experience, improve system performance, and meet vendor payment obligations. (State Wildlife Account-State)

25. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

26. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

27. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

28. **WA Assoc. Fish&Wild Prof Agreement** - Funding is provided for the collective bargaining agreement with Washington Association of Fish and Wildlife Professionals, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; and salary adjustments for targeted classifications. (General Fund-State, Various Other Accounts)

29. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

30. **WPEA General Government** - Funding is provided for the collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage

Department of Fish and Wildlife

increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; and an additional in-service day for the Washington State School for the Blind and Center for Childhood Deafness and Hearing Loss. (General Fund-State, Various Other Accounts)

31. **The Coalition of Unions Agreement** - Funding is provided for the collective bargaining agreement with The Coalition of Unions, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; annual payments for physicians and psychiatrists with board certifications; and salary adjustments for targeted classifications. (General Fund-State, Various Other Accounts)

32. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Natural Resources

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**93,349**	**336,331**	**429,680**
2015 Supplemental *	-44	72,365	72,321
Total 2013-15 Biennium	**93,305**	**408,696**	**502,001**
2015-17 Maintenance Level	**97,326**	**330,840**	**428,166**
Policy Changes - Other			
1. CTS Rate Adjustment	2	12	14
2. Archives/Records Management	1	4	5
3. Legal Services	138	421	559
4. Office of Chief Information Officer	3	9	12
5. CTS Central Services	18	72	90
6. DES Central Services	36	147	183
7. Core Financial Systems Replacement	9	38	47
8. Time, Leave and Attendance System	16	64	80
9. Self-Insurance Liability Premium	-20	-77	-97
10. Forest Practices Fund Exchange	-5,438	5,438	0
11. Agricultural College Trust	96	0	96
12. Balance to Available Revenue	0	-3,132	-3,132
13. MRAC Facilitation and Coordination	0	150	150
14. Increased Discover Pass Revenue	0	759	759
15. Wildland Fire Suppression	648	0	648
16. Geological Hazards and LiDAR	4,645	0	4,645
17. Increase Fire Response Capability	1,237	0	1,237
18. Forests & Fish Adaptive Management	5,894	0	5,894
19. Teanaway Community Forest	282	0	282
20. Puget Sound Creosote Removal	0	1,004	1,004
Policy -- Other Total	**7,567**	**4,909**	**12,476**
Policy Changes - Comp			
21. State Public Employee Benefits Rate	-14	-53	-67
22. WFSE General Government	674	2,051	2,725
23. State Represented Emp Benefits Rate	-79	-300	-379
24. WPEA General Government	971	4,140	5,111
25. General Wage Incr-State Employees	287	1,091	1,378
Policy -- Comp Total	**1,839**	**6,929**	**8,768**
Total 2015-17 Biennium	**106,732**	**342,678**	**449,410**
Fiscal Year 2016 Total	51,961	166,394	218,355
Fiscal Year 2017 Total	54,771	176,284	231,055

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

Department of Natural Resources

5. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

6. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

7. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

8. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

9. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

10. **Forest Practices Fund Exchange** - A portion of the state general fund support for the Forest Practices Program is shifted to the State Toxics Control Account on an ongoing basis. (General Fund-State, State Toxics Control Account-State)

11. **Agricultural College Trust** - The Agricultural College Trust Management Account is used for the costs of managing the agricultural school trust lands. It receives its funding from a General Fund-State transfer into the account. Funding is provided to cover increased compensation and pension costs.

12. **Balance to Available Revenue** - Expenditure authority is lowered to balance to available revenue. (Surveys and Maps Account-State, Surface Mining Reclamation Account-State, Forest and Fish Support Account-State, Aquatic Land Dredged Material Disposal Site Account-State)

13. **MRAC Facilitation and Coordination** - The Marine Resources Advisory Council (MRAC) was established by the Legislature in 2013 and charged with ensuring on-the-ground implementation of the comprehensive strategy to reduce the impact of ocean acidification. One-time funding is provided for a contract for continued facilitation and support services for the MRAC. (Aquatic Lands Enhancement Account-State)

14. **Increased Discover Pass Revenue** - Expenditure authority is adjusted to match projected revenue from Discover Pass sales. (Park Land Trust Revolving Account-Nonappropriated)

15. **Wildland Fire Suppression** - Pursuant to Chapter 182, Laws of 2015 (ESHB 2093), ongoing funding is provided for a master list of qualified fire suppression contractors, a local wildland fire liaison, staff support for a wildland fire advisory committee, and a report to the Legislature.

16. **Geological Hazards and LiDAR** - Ongoing funding and FTE staff are provided for the collection and analysis of LiDAR (a high-resolution remote sensing technology) data and increased geological expertise.

17. **Increase Fire Response Capability** - Ongoing funding is provided for additional fire engine crews, specialized Helitack crews, and staff for increased coordination and business support.

18. **Forests & Fish Adaptive Management** - The Adaptive Management Program (AMP) was created to provide science-based recommendations and technical information to assist the Forest Practices Board in achieving the resource goals and objectives of the state. Ongoing funding is provided to sustain the AMP and meet a funding schedule for future biennia to meet the Habitat Conservation Program, Clean Water Act assurances, and settlement commitments for the state.

19. **Teanaway Community Forest** - The 50,000-acre Teanaway Community Forest was acquired in September 2013 as Washington's first community forest, a model that protects working forests at high risk of conversion through a collaborative partnership between the state and local communities. Ongoing funding is provided to implement the management plan to improve forest health, protect working lands and fish and wildlife habitat, and manage recreational access.

20. **Puget Sound Creosote Removal** - One-time funding is provided to continue removal of creosote-treated wood and fulfill commitments to the Puget Sound Action Agenda and the Department of Natural Resources' strategic plan. (Environmental Legacy Stewardship Account-State)

21. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered

Department of Natural Resources

coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

22. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

23. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

24. **WPEA General Government** - Funding is provided for the collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; and an additional in-service day for the Washington State School for the Blind and Center for Childhood Deafness and Hearing Loss. (General Fund-State, Various Other Accounts)

25. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Agriculture

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**31,220**	**122,630**	**153,850**
2015 Supplemental *	-94	0	-94
Total 2013-15 Biennium	**31,126**	**122,630**	**153,756**
2015-17 Maintenance Level	**30,636**	**132,117**	**162,753**
Policy Changes - Other			
1. CTS Rate Adjustment	2	4	6
2. Archives/Records Management	0	1	1
3. Legal Services	6	27	33
4. Office of Chief Information Officer	1	4	5
5. CTS Central Services	10	42	52
6. DES Central Services	14	59	73
7. Core Financial Systems Replacement	5	20	25
8. Fleet Program Rate Reduction	-10	-46	-56
9. Time, Leave and Attendance System	14	27	41
10. Self-Insurance Liability Premium	-7	-31	-38
11. Emergency Food Assistance	1,600	0	1,600
12. Hemp in Animal Feed	48	0	48
13. Raw Milk Testing	126	0	126
14. Food Safety Fee Adjustment	-740	740	0
15. Ag Dairy Nutrient Mgmt Program	0	575	575
Policy -- Other Total	**1,069**	**1,422**	**2,491**
Policy Changes - Comp			
16. State Public Employee Benefits Rate	-19	-73	-92
17. WFSE General Government	28	1,545	1,573
18. State Represented Emp Benefits Rate	-11	-115	-126
19. Nonrep Job Class Specific	50	124	174
20. WPEA General Government	149	185	334
21. General Wage Incr-State Employees	340	1,269	1,609
Policy -- Comp Total	**537**	**2,935**	**3,472**
Total 2015-17 Biennium	**32,242**	**136,474**	**168,716**
Fiscal Year 2016 Total	16,173	68,250	84,423
Fiscal Year 2017 Total	16,069	68,224	84,293

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

5. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

6. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with

Department of Agriculture

anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

7. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

8. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

9. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

10. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

11. **Emergency Food Assistance** - Ongoing funding is provided for the Emergency Food Assistance Program.

12. **Hemp in Animal Feed** - Pursuant to Chapter 106, Laws of 2015 (HB 1268), one-time funding is provided to conduct a study evaluating whether hemp and hemp products should be an allowable component of commercial animal feed.

13. **Raw Milk Testing** - One-time funding is provided in FY 2016 for a lab technician to analyze raw milk samples.

14. **Food Safety Fee Adjustment** - Chapter 27, Laws of 2015, 3rd sp.s (ESHB 2128) increases annual licensing fees associated with food processors, food storage warehouse operations, milk processors, and dairy technicians and also establishes a new fee for dairy technician endorsements and increases the sanitary certificate fee. As a result of these fee increases, funding for activities in the Food Safety Program are shifted from General Fund-State to the Agricultural Local Account on an ongoing basis. (General Fund-State, Agricultural Local Account-Nonappropriated)

15. **Ag Dairy Nutrient Mgmt Program** - One-time funding is provided for the Department of Agriculture to develop a two-year pilot nutrient management training program for farmers that provides training in agronomic application of dairy nutrients, as defined in RCW 90.64.010. (State Toxic Control Account-State)

16. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

17. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

18. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

19. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

20. **WPEA General Government** - Funding is provided for the collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016;

Department of Agriculture

salary adjustments for targeted classifications; and an additional in-service day for the Washington State School for the Blind and Center for Childhood Deafness and Hearing Loss. (General Fund-State, Various Other Accounts)

21. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Washington Pollution Liability Insurance Program

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**1,594**	**1,594**
Total 2013-15 Biennium	**0**	**1,594**	**1,594**
2015-17 Maintenance Level	**0**	**1,685**	**1,685**
Policy Changes - Other			
1. Legal Services	0	3	3
2. DES Central Services	0	3	3
3. Website Redesign	0	40	40
4. Actuarial Study on Insurance Rates	0	97	97
Policy -- Other Total	**0**	**143**	**143**
Policy Changes - Comp			
5. State Public Employee Benefits Rate	0	-1	-1
6. Nonrep Job Class Specific	0	2	2
7. General Wage Incr-State Employees	0	37	37
Policy -- Comp Total	**0**	**38**	**38**
Total 2015-17 Biennium	**0**	**1,866**	**1,866**
Fiscal Year 2016 Total	0	881	881
Fiscal Year 2017 Total	0	985	985

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

3. **Website Redesign** - One-time funding is provided to redesign the agency website for improved ease of use and greater clarity of information. (Pollution Liability Insurance Program Trust Account-State, Heating Oil Pollution Liability Trust Account-Nonappropriated)

4. **Actuarial Study on Insurance Rates** - One-time funding is provided for an actuarial study to review the rate structures and coverages of the three underground storage tank insurers currently being reinsured by the agency. (Pollution Liability Insurance Program Trust Account-State)

5. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

6. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

7. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Puget Sound Partnership

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**4,825**	**14,177**	**19,002**
2015 Supplemental *	-1	3,658	3,657
Total 2013-15 Biennium	**4,824**	**17,835**	**22,659**
2015-17 Maintenance Level	**4,958**	**10,956**	**15,914**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-2	-2
2. DES Central Services	8	14	22
3. Core Financial Systems Replacement	1	1	2
4. Time, Leave and Attendance System	2	0	2
5. Realign Organizational Staffing	-272	0	-272
6. Reduce Public Awareness Funding	-148	0	-148
7. Red. Local Government Consultation	-80	0	-80
8. Assessing Recovery	0	1,004	1,004
9. Puget Sound Salmon Recovery	0	600	600
Policy -- Other Total	**-489**	**1,617**	**1,128**
Policy Changes - Comp			
10. State Public Employee Benefits Rate	-8	-6	-14
11. General Wage Incr-State Employees	196	138	334
Policy -- Comp Total	**188**	**132**	**320**
Total 2015-17 Biennium	**4,657**	**12,705**	**17,362**
Fiscal Year 2016 Total	2,319	6,934	9,253
Fiscal Year 2017 Total	2,338	5,771	8,109

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

3. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

4. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

5. **Realign Organizational Staffing** - The Puget Sound Partnership (PSP) has reassessed staffing needs and determined that three business units can operate more efficiently with fewer staff. Cost savings will be achieved by better alignment of job functions within the administrative support team and reduced reliance on part-time positions performing information technology, finance, and science work.

6. **Reduce Public Awareness Funding** - Funding is reduced permanently for the 'Puget Sound Starts Here' program, a 12-county public awareness campaign aimed at improving water quality and aquatic habitat in Puget Sound. This reduction will result in less funding for promotional media content on radio, television and the Internet.

7. **Red. Local Government Consultation** - The Puget Sound Partnership contracts with the Washington State Association of Counties to facilitate collaboration and communication between the Partnership and city and county governments in support of Puget Sound restoration. Funding for this contract is reduced permanently by 50 percent.

Puget Sound Partnership

8. **Assessing Recovery** - State law requires PSP to assess and monitor the Puget Sound ecosystem and to set measurable outcomes for Puget Sound recovery. PSP has designated 21 vital signs as indicators of the Sound's health. Several indicators are currently unmonitored or monitored at a low level. A combination of one-time and ongoing funding and FTE staff is provided to enhance the amount and usability of data for the following vital signs: birds, estuaries, Pacific herring, land use and cover, shoreline armoring, and quality of life. PSP will also coordinate and support monitoring and analyses that assess the effectiveness of shellfish, stormwater, and habitat recovery actions. (Aquatic Lands Enhancement Account-State)

9. **Puget Sound Salmon Recovery** - One-time funding is provided to begin updating Chinook salmon recovery plans, developed in 2005, to fill information gaps, complete prioritized monitoring plans and implement adaptive management processes. (Aquatic Lands Enhancement Account-State)

10. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

11. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

TRANSPORTATION

The majority of the funding for transportation services is included in the transportation budget, not the omnibus appropriations act. For additional information on funding for these agencies and other transportation funding, see the Transportation section of the Legislative Budget Notes. The omnibus appropriations act only includes a portion of the total funding for the Washington State Patrol (WSP) and the Department of Licensing (DOL).

Washington State Patrol

Increases

A total of $6.4 million from the Enhanced 911 Account and the Fingerprint Identification Account are provided for WSP to continue upgrades to the state Criminal History Records System. The system stores and shares criminal justice information within Washington State and with other states, federal agencies, and other countries.

Additionally, $2.8 million is provided to WSP for staff and funding to address the state's backlog in sexual assault examination kits. Chapter 247, Laws of 2015 (SHB 1068) requires law enforcement agencies to submit a request for laboratory examination to the Washington State Patrol Crime Laboratory for prioritization of testing within 30 days of receiving a sexual assault examination kit.

Reductions

General Fund-State funding and staffing levels to WSP are reduced by $2.1 million and thirteen FTEs to reflect management and administrative decisions to eliminate staff vacancies and create savings.

Department of Licensing

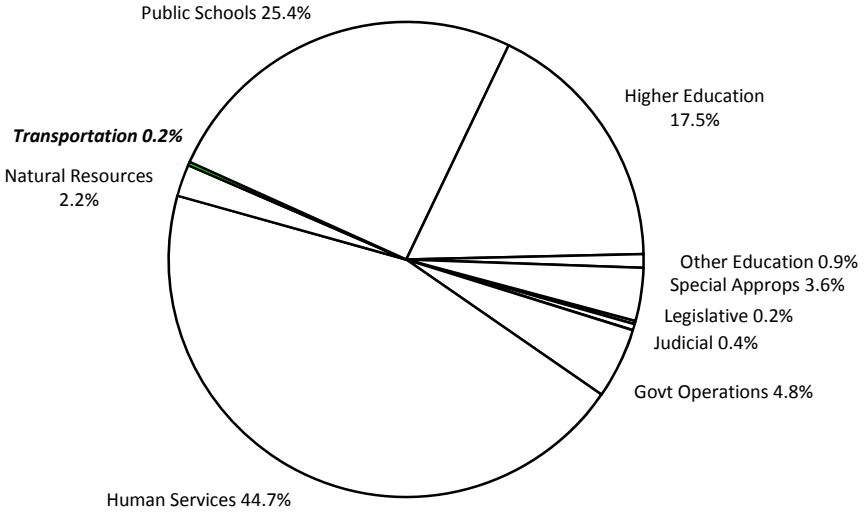
The Business and Professions Division (BPD) within the Department of Licensing (DOL) currently uses a paper application and renewal process for professional licenses. BPD will implement a web-based online system to replace its current process. A total of $1.8 million of existing fund balance and revenues from professional license fees in BPD's accounts will be used to fund the licensing system improvements.

2015-17 Washington State Omnibus Operating Budget

Total Budgeted Funds

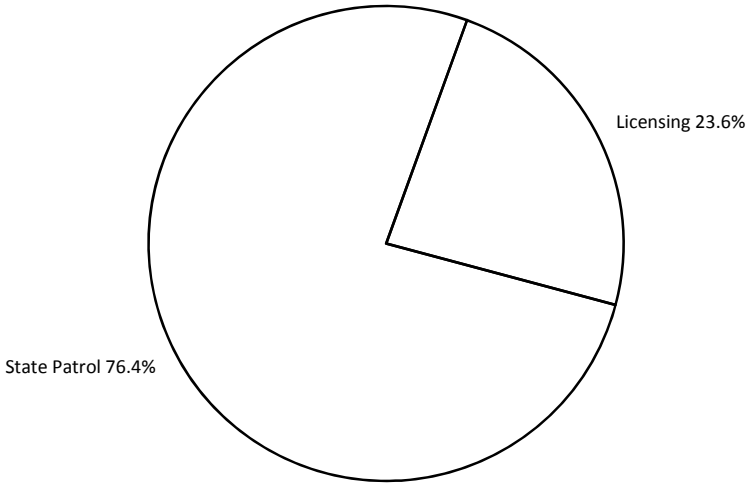
(Dollars in Thousands)

Legislative	173,930
Judicial	337,921
Governmental Operations	3,792,924
Human Services	35,266,422
Natural Resources	1,713,043
Transportation	***195,359***
Public Schools	20,008,166
Higher Education	13,826,980
Other Education	736,946
Special Appropriations	2,836,614
Statewide Total	**78,888,305**



Washington State

Washington State Patrol	149,192
Dept of Licensing	46,167
Transportation	***195,359***



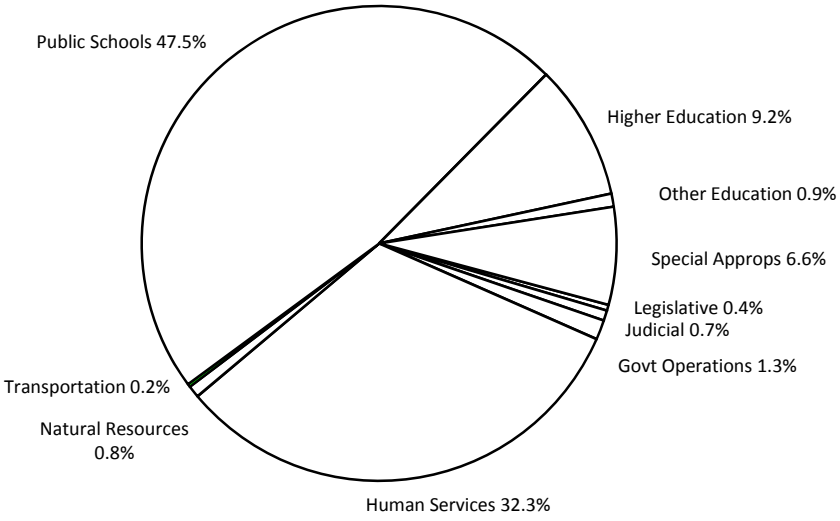
Transportation

2015-17 Washington State Omnibus Operating Budget

NGF-S + Opportunity Pathways

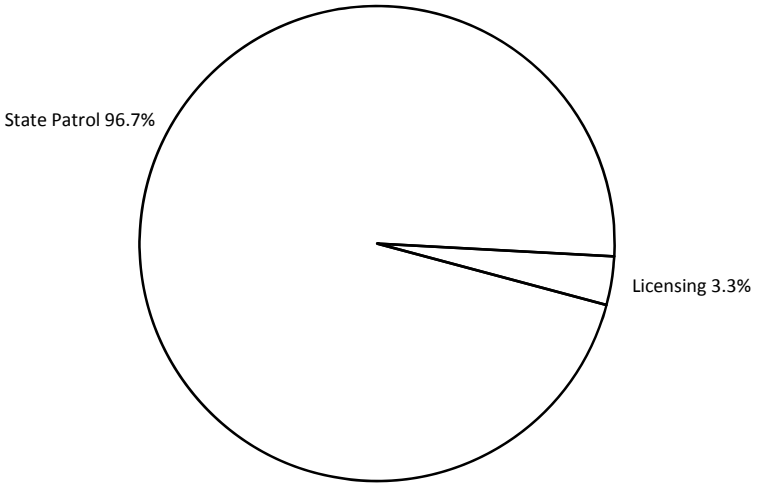
(Dollars in Thousands)

Legislative	153,796
Judicial	267,132
Governmental Operations	510,107
Human Services	12,333,779
Natural Resources	308,873
Transportation	***80,612***
Public Schools	18,156,830
Higher Education	3,525,134
Other Education	347,928
Special Appropriations	2,534,988
Statewide Total	**38,219,179**



Washington State

Washington State Patrol	77,949
Dept of Licensing	2,663
Transportation	***80,612***



Transportation

Department of Licensing

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**2,451**	**39,750**	**42,201**
2015 Supplemental *	-1	20	19
Total 2013-15 Biennium	**2,450**	**39,770**	**42,220**
2015-17 Maintenance Level	**2,441**	**40,628**	**43,069**
Policy Changes - Other			
1. CTS Rate Adjustment	0	-4	-4
2. Legal Services	0	11	11
3. Office of Chief Information Officer	0	2	2
4. CTS Central Services	1	7	8
5. DES Central Services	0	7	7
6. Core Financial Systems Replacement	0	2	2
7. Fleet Program Rate Reduction	0	-2	-2
8. Time, Leave and Attendance System	0	4	4
9. Customer Service Improvements	184	0	184
10. Vessel Registration	209	0	209
11. Lapse - Vessel Registration	-209	0	-209
12. Licensing System Improvements	0	1,754	1,754
Policy -- Other Total	**185**	**1,781**	**1,966**
Policy Changes - Comp			
13. State Public Employee Benefits Rate	-1	-12	-13
14. WFSE General Government	33	880	913
15. State Represented Emp Benefits Rate	-3	-47	-50
16. General Wage Incr-State Employees	8	274	282
Policy -- Comp Total	**37**	**1,095**	**1,132**
Total 2015-17 Biennium	**2,663**	**43,504**	**46,167**
Fiscal Year 2016 Total	1,202	22,035	23,237
Fiscal Year 2017 Total	1,461	21,469	22,930

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

3. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

4. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

5. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

6. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

7. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

Department of Licensing

8. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

9. **Customer Service Improvements** - Funds are provided to improve customer service.

10. **Vessel Registration** - Funding is provided to implement ESB 5416 (vessel-related transactions), which requires the collection of service fees on vessel certificate of title and registration transactions. Because ESB 5416 was not enacted, the amounts provided lapse.

11. **Lapse - Vessel Registration** - Funding was provided to implement ESB 5416 (vessel-related transactions). Because ESB 5416 was not enacted by July 10, 2015, the amounts provided lapse.

12. **Licensing System Improvements** - The agency's Business and Professions Division (BPD) currently uses a paper application and renewal process for professional licenses. BPD will implement a web-based online system to replace its current process. Existing fund balance and revenues from professional license fees in BPD's accounts will be used for these expenditures. (Architects Licensing Account-State, Landscape Architects Account-Nonappropriated, Professional Engineers Account-State, Real Estate Commission Account-State, Real Estate Appraisers Account-State, Funeral/Cemetery Account-Nonappropriated, Geologists Account-Nonappropriated).

13. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

14. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

15. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

16. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Washington State Patrol

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**66,898**	**72,337**	**139,235**
2015 Supplemental *	523	12,561	13,084
Total 2013-15 Biennium	**67,421**	**84,898**	**152,319**
2015-17 Maintenance Level	**74,027**	**63,636**	**137,663**
Policy Changes - Other			
1. CTS Rate Adjustment	-4	0	-4
2. Archives/Records Management	2	0	2
3. Legal Services	17	0	17
4. Office of Chief Information Officer	6	0	6
5. CTS Central Services	31	0	31
6. DES Central Services	41	0	41
7. Core Financial Systems Replacement	17	0	17
8. Time, Leave and Attendance System	29	0	29
9. Self-Insurance Liability Premium	-154	0	-154
10. Sexual Assault Exam Kits	2,750	0	2,750
11. Administrative & Staff Savings	-2,058	0	-2,058
12. License Investigation Unit Funding	0	-226	-226
13. Criminal History System Upgrade	0	6,430	6,430
Policy -- Other Total	**677**	**6,204**	**6,881**
Policy Changes - Comp			
14. State Public Employee Benefits Rate	-12	-3	-15
15. WSP Troopers' Arbitration Award	908	88	996
16. WSP Lieutenants' Arbitration Award	159	0	159
17. WFSE General Government	1,699	1,152	2,851
18. State Represented Emp Benefits Rate	-84	-46	-130
19. Nonrep Job Class Specific	4	0	4
20. WPEA General Government	151	72	223
21. PTE Local 17 Agreement	10	0	10
22. The Coalition of Unions Agreement	50	0	50
23. General Wage Incr-State Employees	260	140	400
Policy -- Comp Total	**3,145**	**1,403**	**4,548**
Policy Changes - Transfers			
24. Transfer LID Payments	100	0	100
Policy -- Transfer Total	**100**	**0**	**100**
Total 2015-17 Biennium	**77,949**	**71,243**	**149,192**
Fiscal Year 2016 Total	39,855	33,143	72,998
Fiscal Year 2017 Total	38,094	38,100	76,194

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

Washington State Patrol

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

5. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

6. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

7. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

8. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

9. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

10. **Sexual Assault Exam Kits** - Pursuant to Chapter 247, Laws of 2015 (SHB 1068), staff and funding are provided to address the state's backlog in sexual assault examination kits. After receiving a sexual assault examination kit, law enforcement agencies must submit a request for laboratory examination to the Washington State Patrol Crime Laboratory for prioritization for testing within 30 days of its receipt. (General Fund-State)

11. **Administrative & Staff Savings** - Funding is reduced to reflect management and administrative decisions to eliminate staff vacancies and create savings. (General Fund-State)

12. **License Investigation Unit Funding** - Expenditure authority is reduced to reflect lower-than-anticipated revenues to the Vehicle License Fraud Account. (Vehicle License Fraud Account-State)

13. **Criminal History System Upgrade** - The Washington State Patrol is the business owner of the Washington State Identification System and Washington Crime Information Center, collectively known as W2. These systems store and share criminal justice information within Washington State and with other states, federal agencies, and other countries. The W2 is no longer supported by most vendors or adaptable to current computer operating systems. Funds are provided for replacing the system. (Fingerprint Identification Account-State, Enhanced 911 Account-State)

14. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

15. **WSP Troopers' Arbitration Award** - Funding is provided for the arbitration award with the Washington State Patrol (WSP) Troopers Association, which includes a general wage increase of 7 percent, effective July 1, 2015; a general wage increase of 3 percent, effective July 1, 2016; and an additional 3 percent specialty pay for Breath Alcohol Concentration Technicians. (General Fund-State, Various Other Accounts)

16. **WSP Lieutenants' Arbitration Award** - Funding is provided for the arbitration award with Washington State Patrol (WSP) Lieutenants' Association, which includes a general wage increase of 5 percent in each fiscal year of the agreement and a $100 increase in the annual clothing allowance for specified classifications. (General Fund-State, Various Other Accounts)

17. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

18. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance

Washington State Patrol

coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

19. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

20. **WPEA General Government** - Funding is provided for the collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; and an additional in-service day for the Washington State School for the Blind and Center for Childhood Deafness and Hearing Loss. (General Fund-State, Various Other Accounts)

21. **PTE Local 17 Agreement** - Funding is provided for the collective bargaining agreement with Professional and Technical Employees (PTE) Local 17, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; and targeted salary adjustments for the Washington State Patrol commercial vehicle enforcement series and communications officers. (General Fund-State, Various Other Accounts)

22. **The Coalition of Unions Agreement** - Funding is provided for the collective bargaining agreement with The Coalition of Unions, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; annual payments for physicians and psychiatrists with board certifications; and salary adjustments for targeted classifications. (General Fund-State, Various Other Accounts)

23. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

24. **Transfer LID Payments** - The Office of Financial Management (OFM) pays assessments against state-owned lands charged to the Washington State Patrol (WSP) and the Washington State Parks and Recreation Commission (PARKS) by local improvement districts. Funding to pay these assessments is removed from OFM's budget and added to WSP and PARKS.

PUBLIC SCHOOLS

The Program of Basic Education

Materials, Supplies and Operating Costs

A total of $741.5 million is provided at maintenance level to complete implementation of the materials, supplies, and operating costs (MSOC) component of the prototypical school funding formula, as required under Chapter 236, Laws of 2010 (SHB 2776). The allocation per FTE student is increased from $848.04 in the 2014-15 school year to $1,210.05 in school year 2015-16 and $1,230.62 in school year 2016-17.

Early Elementary Class Size Reductions

Funding in the amount of $350.2 million is provided to reduce class sizes in grades kindergarten through three in all schools, as specified in Chapter 236, Laws of 2010 (SHB 2776), with priority given to the earliest grades and high-poverty elementary schools. Phase-in of the reduced class size follows the cohort of students as they progress through the grades. Beginning in the 2016-17 school year, the Legislature fully implements a reduced class size of 17 students for high poverty kindergarten and first grade schools, one year ahead of the requirement provided by RCW 28A.150.260

All-Day Kindergarten

Funding totaling $179.8 million is provided to complete implementation of state-funded all-day kindergarten by school year 2016-17, one year ahead of the statutory deadline specified under Chapter 236, Laws of 2010 (SHB 2776).

Public School Compensation Allocations

Initiative 732 Cost of Living Adjustment

Funding totaling $231.0 million is provided at maintenance level for cost-of-living adjustments (COLA) for state-funded K-12 employees, as required by Initiative 732 (I-732). These on-going increases are 1.8 percent for the 2015-16 school year and 1.2 percent for the 2016-17 school year.

Additional Salary Increase

Funding totaling $152.3 million is provided for a one-biennium salary increase. For the 2015-16 school year the additional one-biennium increase is 1.2 percent and for the 2016-17 school year the one-biennium increase is 0.6 percent. Combined with the I-732 COLA described above, the total salary allocation increase for the 2015-16 school year is 3.0 percent and for the 2016-17 school year is 1.8 percent, similar to the salary increases provided for other state employees.

Pension Increases

Funding totaling $210.0 million is provided at maintenance level to fund pension rate increases for all state-funded K-12 staff. Employer pension funding rates increased by 2.74 percentage points for certificated staff and 1.77 percentage points for classified staff.

Health Benefits

Funding in the amount of $24.4 million is provided to increase health benefit allocations for certificated instructional, certificated administrative, and classified staff while maintaining the classified health benefit factor. Annual health benefit rates are increased by $144 for certificated staff and by $166 for classified staff.

Other Enhancements to Public Schools

Non-Basic Education Funding to Support Implementation of Chapter 236, Laws of 2010 (SHB 2776)
Funding totaling $7.9 million is provided to support implementation of class size reductions and all-day kindergarten. Funding for the Beginning Educator Support Team is increased by $5 million, providing grants to school districts for an enhanced level of support and professional development for new teachers. Funding for the Washington Kindergarten Inventory of Skills is increased by $2.9 million to expand the program in conjunction with the expansion of state-funded all-day kindergarten.

Support for STEM Programs
Funding totaling $6.4 million is provided to support Science, Technology, Engineering, and Math (STEM) education, including: increased grants for computer science programs and career and technical education programs; professional development for high school math and science teachers; increased funding for the IT Academy; and project-based math and science curriculum.

Enhancements Supporting Secondary Education
In addition to the STEM funding provided above, funding totaling $10.9 million is provided for a variety of other K-12 enhancements in support of secondary education including: college in the high school dual credit opportunities; increased support for Washington state achievers scholarship, higher education readiness program, college bound scholarship outreach, and career and college readiness coaches; preliminary scholastic aptitude test (PSAT) test preparation and support for students in the college bound program; and increased support for building bridges grants for dropout prevention and reengagement activities.

Other Changes

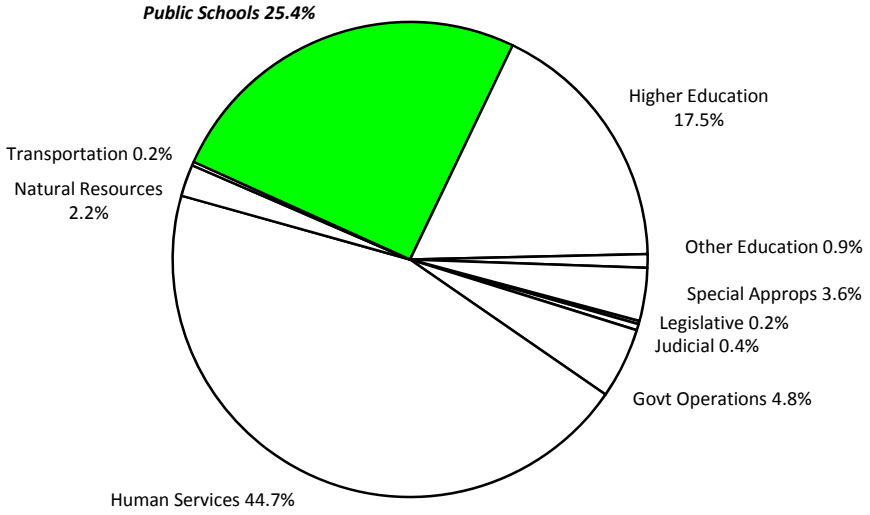
Initiative 1351 Lowering class sizes and increasing school staff
The estimated cost to phase-in the requirements of Initiative 1351 (I-1351), which changed the state's funding requirements for class size and other staffing formulas, was estimated at $2 billion for the 2015-17 biennium. Chapter 38, Laws of 2015, 3rd sp.s. (EHB 2266) delayed the phase-in dates for I-1351 by four years, resulting in savings in the 2015-17 biennium.

2015-17 Washington State Omnibus Operating Budget

Total Budgeted Funds

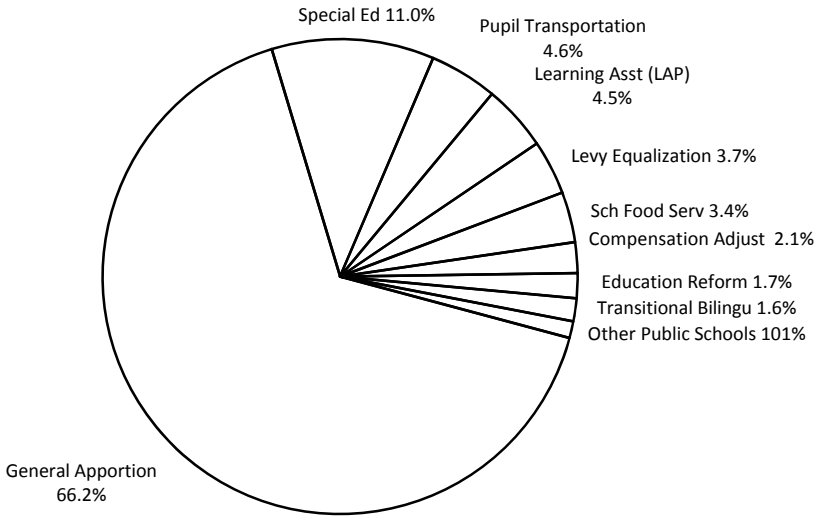
(Dollars in Thousands)

Legislative	173,930
Judicial	337,921
Governmental Operations	3,792,924
Human Services	35,266,422
Natural Resources	1,713,043
Transportation	195,359
Public Schools	***20,008,166***
Higher Education	13,826,980
Other Education	736,946
Special Appropriations	2,836,614
Statewide Total	**78,888,305**



Washington State

General Apportionment	13,242,915
Special Education	2,210,489
Pupil Transpo	927,123
Learning Assist Pgm	899,398
Levy Equalization	742,844
School Food Services	685,566
Compensation Adj	418,512
Education Reform	340,826
Transit Bilingual Inst	312,133
Other Public Schools	228,360
Public Schools	***20,008,166***



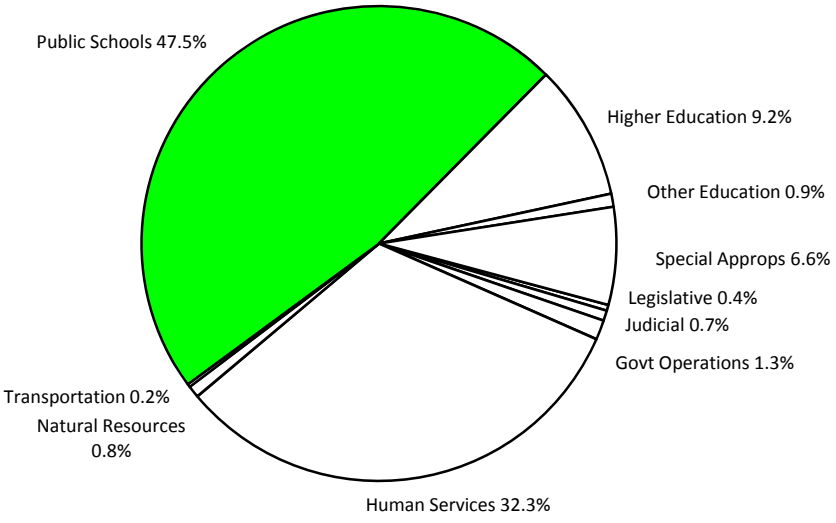
Public Schools

2015-17 Washington State Omnibus Operating Budget

NGF-S + Opportunity Pathways

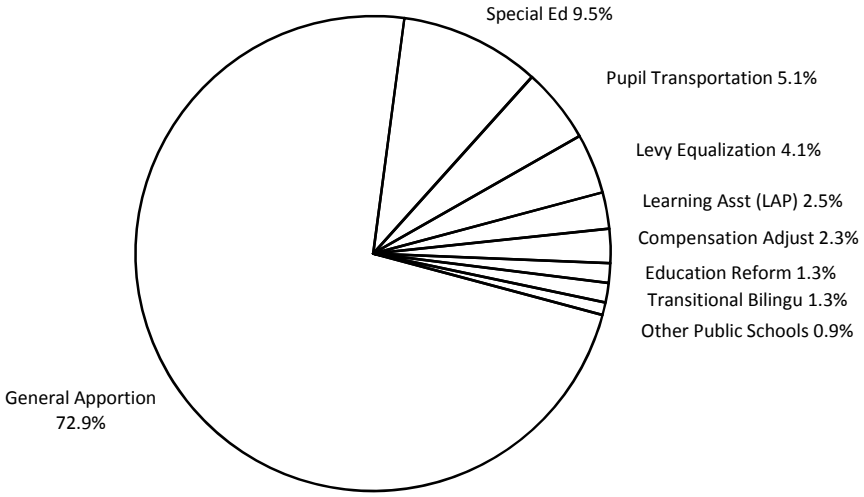
(Dollars in Thousands)

Legislative	153,796
Judicial	267,132
Governmental Operations	510,107
Human Services	12,333,779
Natural Resources	308,873
Transportation	80,612
Public Schools	***18,156,830***
Higher Education	3,525,134
Other Education	347,928
Special Appropriations	2,534,988
Statewide Total	**38,219,179**



Washington State

General Apportionment	13,242,915
Special Education	1,733,950
Pupil Transpo	927,123
Levy Equalization	742,844
Learning Assist Pgm	450,930
Compensation Adj	418,512
Education Reform	243,925
Transit Bilingual Inst	239,926
Other Public Schools	156,705
Public Schools	***18,156,830***



Public Schools

Public Schools

WORKLOAD HISTORY

By School Year

								Estimated		
	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17
General Apportionment										
FTE Enrollment [1]	975,540	980,982	988,501	992,905	990,422	994,901	1,003,206	1,016,872	1,028,501	1,076,417
% Change from prior year	0.2%	0.6%	0.8%	0.4%	-0.3%	0.5%	0.8%	1.4%	1.1%	4.7%
Special Education										
Funded Enrollment	126,053	128,180	130,314	132,950	134,116	135,314	136,983	139,095	140,904	142,784
% Change from prior year	3.6%	1.7%	1.7%	2.0%	0.9%	0.9%	1.2%	1.5%	1.3%	1.3%
Bilingual Education										
Headcount Enrollment	80,689	82,915	84,855	89,920	88,719	95,330	102,281	109,646	113,538	117,072
% Change from prior year	5.5%	2.8%	2.3%	6.0%	-1.3%	7.5%	7.3%	7.2%	3.5%	3.1%
Learning Assistance Program										
Funded Student Units	414,238	416,753	414,238	416,753	433,108	452,281	456,129	475,674	478,527	489,025
% Change from prior year	-1.1%	0.6%	-0.6%	0.6%	3.9%	4.4%	0.9%	4.3%	0.6%	2.2%

[1] *FTE Enrollment estimates prior to school year 2016-17 include kindergarten enrollment calculated for a half-day. Pursuant to RCW 28A.150.260, the Legislature is phasing in all-day Kindergarten, which will be fully implemented beginning in the 2016-17 school year. Beginning in 2016-17 school year, FTE enrollments are calculated for a full-day.*

Data Sources :

1999-00 through 2013-14 amounts are from the Office of the Superintendent of Public Instruction and the Caseload Forecast Council.

2014-15 through 2016-17 estimates are from the Caseload Forecast Council February 2015 forecast and legislative budgets from the 2015 session.

Public Schools
OSPI & Statewide Programs

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**54,389**	**81,427**	**135,816**
2015 Supplemental *	-93	0	-93
Total 2013-15 Biennium	**54,296**	**81,427**	**135,723**
2015-17 Maintenance Level	**58,639**	**79,586**	**138,225**
Policy Changes - Other			
1. CTS Rate Adjustment	-8	0	-8
2. Archives/Records Management	2	0	2
3. Audit Services	-1	0	-1
4. Legal Services	61	0	61
5. Office of Chief Information Officer	10	0	10
6. Administrative Hearings	48	0	48
7. CTS Central Services	28	0	28
8. DES Central Services	83	0	83
9. Core Financial Systems Replacement	12	0	12
10. Fleet Program Rate Reduction	-2	0	-2
11. Time, Leave and Attendance System	20	0	20
12. Self-Insurance Liability Premium	-11	0	-11
13. Non-Violence Training	150	0	150
14. Kindergarten Readiness WaKIDS	2,838	0	2,838
15. Building Bridges Grant Program	0	762	762
16. Social Emotional Learning	215	0	215
17. Dual Language	500	0	500
18. Computer Science Education	239	0	239
19. Dual Credit	6,622	0	6,622
20. Urban School Turnaround	600	0	600
21. Computer Science Grants	2,000	0	2,000
22. College Success	2,867	0	2,867
23. Civil Liberties Education	250	0	250
24. AP/IB Exam Fees	-50	0	-50
25. Ed Oppty for Military Children	32	0	32
26. AIM Community Grants	250	0	250
27. Children's Music Foundation	50	0	50
28. College Bound PSAT	652	0	652
29. Tech. Correction Federal	0	-38	-38
Policy -- Other Total	**17,457**	**724**	**18,181**
Policy Changes - Comp			
30. State Public Employee Benefits Rate	-51	-30	-81
31. Nonrep Job Class Specific	24	4	28
32. General Wage Incr-State Employees	1,003	554	1,557
Policy -- Comp Total	**976**	**528**	**1,504**
Total 2015-17 Biennium	**77,072**	**80,838**	**157,910**

Public Schools
OSPI & Statewide Programs

(Dollars in Thousands)

	NGF-P	Other	Total
Fiscal Year 2016 Total	37,939	39,536	77,475
Fiscal Year 2017 Total	39,133	41,302	80,435

Comments:

1. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.
2. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.
3. **Audit Services** - Agency budgets are adjusted to update each agency's allocated share of charges.
4. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.
5. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.
6. **Administrative Hearings** - Agency budgets are adjusted to update each agency's allocated share of charges.
7. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.
8. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.
9. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.
10. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.
11. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.
12. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.
13. **Non-Violence Training** - Increased funding support is provided for school districts and schools to work with the Institute for Community Leadership to implement non-violence curriculum, training and workshops.
14. **Kindergarten Readiness WaKIDS** - Funding is provided to continue the statewide administration of the Washington Kindergarten Inventory and Developing Skills (WaKIDS) and for one-time implementation and training grants for schools implementing the inventory for the first time. This step assumes the expansion of state-funded full-day kindergarten to 71.88 percent in the 2015-16 school year and full implementation in the 2016-17 school year.
15. **Building Bridges Grant Program** - Initiative 502, passed by voters in 2012, authorizes the regulation, sale, and taxation of marijuana for adults over the age of 21. Funding is provided for the Dropout Prevention and Reengagement program to provide grants to Building Bridges programs as authorized by the initiative.
16. **Social Emotional Learning** - One-time funding is provided for the Superintendent of Public Instruction to convene a work group to make recommendations on comprehensive benchmarks for developmentally appropriate interpersonal and decision-making knowledge and skills of social and emotional learning for kindergarten through high school. The work group is directed to submit its recommendations to the Legislature's education committees and to the Office of the Governor by October 1, 2016.
17. **Dual Language** - One-time funding is provided for the implementation of a pilot program that: creates a dual language pipeline scholarship program; provides technical assistance and support of the expansion and implementation of dual language programs in school districts; and creates a dual language grant program. Funding in the amount of $250,000 per year is provided for grants.
18. **Computer Science Education** - Funding is provided for the implementation of computer science education. The Superintendent of Public Instruction and the Professional Educators Standards Board (PESB) are directed to adopt

Public Schools
OSPI & Statewide Programs

computer science learning standards, and PESB is directed to develop a K-12 computer science endorsement, pursuant to Chapter 3, Laws of 2015 1st sp. (SHB 1813).

19. **Dual Credit** - Funding is provided for implementation of Chapter 202, Laws of 2015 (E2SHB 1546), eliminating the use of Running Start for courses offered in the high school, and creating subsidies and per credit fee limits for college in the high school classes for eligible 11th and 12th grade students.

20. **Urban School Turnaround** - One-time funding is provided for the Urban School Turnaround Initiative, providing grants to each of the two schools that received grants under the original program.

21. **Computer Science Grants** - Funding is provided for a computer science and education grant program to support three purposes: train and credential teachers in computer sciences; provide and upgrade technology needed to learn computer science; and for computer science frontiers grants to introduce students to and engage them in computer science. The Office of the Superintendent of Public Instruction (OSPI) is directed to use the computer science learning standards adopted pursuant to Chapter 3, Laws of 2015 1st sp. (SHB 1813) in implementing the grant.

22. **College Success** - Washington Achievers Scholars supports community involvement officers in the recruitment, training, and matching of community volunteer mentors with students selected as achievers scholars, providing mentorship to low-income high school juniors and seniors through their freshman year of college. The College Bound Scholarship program provides annual college tuition and a book allowance for low-income Washington students. Funding is provided to expand the Washington Achievers Scholars program within King and Pierce counties. Additionally, funding is provided to replace federal and private dollars that are no longer available to the College Bound Scholarship program.

23. **Civil Liberties Education** - Funding is provided for the Kip Tokuda Memorial Washington Civil Liberties Public Education program. The purpose of the program is to fund public educational activities and development of educational materials focused on the events surrounding the exclusion, forced removal, and internment of civilians and permanent resident aliens of Japanese ancestry.

24. **AP/IB Exam Fees** - Funding for the state's subsidy of advanced placement exam fees, international baccalaureate class fees, and international baccalaureate exam fees is reduced to align with the actual expected expenditures for the program.

25. **Ed Oppty for Military Children** - Funding is provided for the interstate compact on educational opportunities for military children.

26. **AIM Community Grants** - Funding is provided for a pilot program for academic, innovation, and mentoring in five communities statewide. The grants will fund expanded learning opportunity grants to community-based organizations. The purpose of the program is to enable eligible neighborhood youth development entities to provide out-of-school programs for youth ages six to eighteen years of age that include educational services, mentoring and linkages to positive, pro-social leisure, and recreational activities. The programs must be designed for mentoring and academic enrichment which include at least two of the following three activity areas: (a) science, technology, engineering, and math (STEM); (b) homework support and high-yield learning opportunities; and (c) career exploration.

27. **Children's Music Foundation** - Funding is provided for the office of the superintendent of public instruction to partner with a non-profit organization providing music curriculum for kindergarten and first grade students and to establish a grant program that provides start-up costs and materials for integrated music curriculum that links together other core curriculum. Preference must be given to Title 1 schools, Head Start programs, Early Childhood Education and Assistance Program sites, high poverty schools, schools with high mobility, and schools with low student achievement.

28. **College Bound PSAT** - One-time funding is provided for the administration of the Preliminary Scholastic Aptitude Test (PSAT) to ninth and tenth grade participants in the college bound program. OSPI will partner with a national non-profit organization that offers aptitude test. The organization will provide: annual feedback on student progress; feedback regarding student outcomes; access to state-of-the-art learning tools including free, personalized practice; access to college and career planning tools; outreach to high-achieving, low-income students, to increase enrollment applications to public four-year institutions of higher education; and the opportunity for low income students to take the PSAT at no cost up to two times.

29. **Tech. Correction Federal** - A technical correction is made to the federal appropriation authority to reflect updated information provided by OSPI.

30. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per

employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

31. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

32. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Public Schools
General Apportionment

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**11,365,815**	**0**	**11,365,815**
2015 Supplemental *	2,509	0	2,509
Total 2013-15 Biennium	**11,368,324**	**0**	**11,368,324**
2015-17 Maintenance Level	**14,835,770**	**0**	**14,835,770**
Policy Changes - Other			
1. Staff Mix	-28,743	0	-28,743
2. Reduce Early Elementary Class Size	299,760	0	299,760
3. Expand Full-Day Kindergarten	174,288	0	174,288
4. Initiative 1351 Class Size	-2,042,726	0	-2,042,726
5. Dual Credit	-6,547	0	-6,547
6. Guidance Counselor CTE Tech Correct	3,376	0	3,376
7. Local Deductible Revenue to Schools	7,737	0	7,737
Policy -- Other Total	**-1,592,855**	**0**	**-1,592,855**
Total 2015-17 Biennium	**13,242,915**	**0**	**13,242,915**
Fiscal Year 2016 Total	6,436,170	0	6,436,170
Fiscal Year 2017 Total	6,806,745	0	6,806,745

Comments:

1. **Staff Mix** - The continued implementation of state-funded all-day kindergarten and K-3 class size reductions increases state-funded certificated instructional staff (CIS) by approximately 1,900 FTEs in the 2015-16 school year and an additional 3,100 FTEs in the 2016-17 school year. The budget assumes that, for school year 2015-16, approximately one-third of the new state-funded teachers will be beginning teachers, and approximately one-half of the new teachers will have a master's degree. For the 2016-17 school year, it is assumed that the new teachers added in the previous school year will have gained one year of experience and that approximately one-third of the newly added teachers for the 2016-17 school year will be new to teaching. Staff mix, the state's term for average years of experience and educational credits, is reduced to reflect these newly hired beginning teachers in the K-12 system.

2. **Reduce Early Elementary Class Size** - Chapter 236, Laws of 2010 (SHB 2776) established new funding formulas for basic education programs, requiring class sizes of 17 students for grades kindergarten through three (K-3) by the 2017-18 school year. Funding is provided to phase in reduced class sizes with the greatest class size reductions occurring in earlier grades in the first school year, and then following the cohort of students who have already received the benefit of state-funded class size reduction. First priority is provided to elementary schools with the highest percentage of students eligible for the federal Free and Reduced-Price Lunch program. Funding is provided to fully implement a class size of 17 for K-1 students in high poverty schools in the 2016-17 school year. Allocations for K-3 class sizes will be based on the school district's documented actual average class size.

3. **Expand Full-Day Kindergarten** - Chapter 236, Laws of 2010 (SHB 2776) requires statewide basic education funding of all-day kindergarten by the 2017-18 school year. State-funded all-day kindergarten is increased from 43.75 percent of kindergarten enrollment to 71.88 percent in school year 2015-16 and is fully implemented at 100 percent of kindergarten enrollment in school year 2016-17, one year ahead of the statutorily required deadline.

4. **Initiative 1351 Class Size** - Initiative 1351 (I-1351) changed the state's funding requirements for class size and staffing formulas, with a phase-in schedule estimated at $2 billion for the 2015-17 biennium and full implementation effective September 1, 2018. Chapter 38, Laws of 2015, 3rd sp.s. (EHB 2266) delayed the phase-in dates for I-1351 by four years, resulting in savings in the 2015-17 biennium.

5. **Dual Credit** - Funding is provided for implementation of Chapter 202, Laws of 2015 (E2SHB 1546), eliminating the use of Running Start for courses offered in the high school, and creating subsidies and per credit fee limits for college in the

Public Schools
General Apportionment

high school classes for eligible 11th and 12th grade students.

6. **Guidance Counselor CTE Tech Correct** - Funding is provided to adjust the prototypical school funding formula staffing allocations in Career & Technical Education and Skills Centers programs for state-funded education staff associates, correcting a formula error.

7. **Local Deductible Revenue to Schools** - Under current law, timber revenues to school districts from most federal lands are a local deductible revenue and are used to offset the state's general apportionment allocations. Congress reauthorized the Secure Rural Schools payment for two years. On a one-time basis for the 2015-17 biennium, school districts will be allowed to retain the local deductible revenues.

Public Schools
Compensation Adjustments

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**0**	**0**
2015-17 Maintenance Level	**230,973**	**-2**	**230,971**
Policy Changes - Other			
1. Staff Mix	-649	0	-649
2. Reduce Early Elementary Class Size	8,508	0	8,508
3. Expand Full-Day Kindergarten	3,084	0	3,084
4. Dual Credit	-103	0	-103
5. Guidance Counselor CTE Tech Correct	75	0	75
6. Tech. Correction Federal	0	2	2
Policy -- Other Total	**10,915**	**2**	**10,917**
Policy Changes - Comp			
7. Health Benefit Rate Adjustments	24,295	0	24,295
8. One-Biennium Salary Increase	152,329	0	152,329
Policy -- Comp Total	**176,624**	**0**	**176,624**
Total 2015-17 Biennium	**418,512**	**0**	**418,512**
Fiscal Year 2016 Total	144,596	0	144,596
Fiscal Year 2017 Total	273,916	0	273,916

Comments:

1. **Staff Mix** - The continued implementation of state-funded all-day kindergarten and K-3 class size reductions increases state-funded certificated instructional staff (CIS) by approximately 1,900 FTEs in the 2015-16 school year and an additional 3,100 FTEs in the 2016-17 school year. The budget assumes that, for school year 2015-16, approximately one-third of the new state-funded teachers will be beginning teachers, and approximately one-half of the new teachers will have a master's degree. For the 2016-17 school year, it is assumed that the new teachers added in the previous school year will have gained one year of experience and that approximately one-third of the newly added teachers for the 2016-17 school year will be new to teaching. Staff mix, the state's term for average years of experience and educational credits, is reduced to reflect these newly hired beginning teachers in the K-12 system.

2. **Reduce Early Elementary Class Size** - Chapter 236, Laws of 2010 (SHB 2776) established new funding formulas for basic education programs, requiring class sizes of 17 students for grades kindergarten through three (K-3) by the 2017-18 school year. Funding is provided to phase in reduced class sizes with the greatest class size reductions occurring in earlier grades in the first school year, and then following the cohort of students who have already received the benefit of state-funded class size reduction. First priority is provided to elementary schools with the highest percentage of students eligible for the federal Free and Reduced-Price Lunch program. Funding is provided to fully implement a class size of 17 for K-1 students in high poverty schools in the 2016-17 school year. Allocations for K-3 class sizes will be based on the school district's documented actual average class size.

3. **Expand Full-Day Kindergarten** - Chapter 236, Laws of 2010 (SHB 2776) requires statewide basic education funding of all-day kindergarten by the 2017-18 school year. State-funded all-day kindergarten is increased from 43.75 percent of kindergarten enrollment to 71.88 percent in school year 2015-16 and is fully implemented at 100 percent of kindergarten enrollment in school year 2016-17, one year ahead of the statutorily required deadline.

4. **Dual Credit** - Funding is provided for implementation of Chapter 202, Laws of 2015 (E2SHB 1546), eliminating the use of Running Start for courses offered in the high school, and creating subsidies and per credit fee limits for college in the high school classes for eligible 11th and 12th grade students.

5. **Guidance Counselor CTE Tech Correct** - Funding is provided to adjust the prototypical school funding formula staffing allocations in Career & Technical Education and Skills Centers programs for state-funded education staff associates,

Public Schools
Compensation Adjustments

correcting a formula error.

6. **Tech. Correction Federal** - A technical correction is made to the federal appropriation authority to reflect updated information provided by the Office of the Superintendent of Public Instruction.

7. **Health Benefit Rate Adjustments** - The state funded health benefit rate for state-funded certificated instructional staff and certificated administrative staff is increased from a monthly rate of $768 to a rate of $780, beginning in the 2015-16 school year. The rate for state-funded classified staff is increased from $884.74 per month to $898.56. The rate increase for state-funded classified staff includes the impact of the classified benefit factor.

8. **One-Biennium Salary Increase** - Funding is provided for a one-biennium additional salary increase of 1.2 percent for the 2015-16 school year and 0.6 percent in the 2016-17 school year. Taken together with the I-732 COLA, the total salary increase for these two school years is 3.0 percent and 1.8 percent. The additional salary increase is one-time and expires August 31, 2017.

Public Schools
Pupil Transportation

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**794,360**	**0**	**794,360**
2015 Supplemental *	16,059	0	16,059
Total 2013-15 Biennium	**810,419**	**0**	**810,419**
2015-17 Maintenance Level	**928,240**	**0**	**928,240**
Policy Changes - Other			
1. Transportation Funding Adjustment	-1,256	0	-1,256
Policy -- Other Total	**-1,256**	**0**	**-1,256**
Policy Changes - Comp			
2. Health Benefit Rate Adjustments	139	0	139
Policy -- Comp Total	**139**	**0**	**139**
Total 2015-17 Biennium	**927,123**	**0**	**927,123**
Fiscal Year 2016 Total	462,616	0	462,616
Fiscal Year 2017 Total	464,507	0	464,507

Comments:

1. **Transportation Funding Adjustment** - During FY 2014 funding was provided for a supplemental transportation funding adjustment to assist efficient school districts that had exceptional circumstances, such as geographic anomalies not accounted for in the expected cost model, in the transition to the new, fully funded, expected cost pupil transportation funding model. This supplemental funding adjustment is eliminated.

2. **Health Benefit Rate Adjustments** - The state funded health benefit rate for state-funded certificated instructional staff and certificated administrative staff is increased from a monthly rate of $768 to a rate of $780, beginning in the 2015-16 school year. The rate for state-funded classified staff is increased from $884.74 per month to $898.56. The rate increase for state-funded classified staff includes the impact of the classified benefit factor.

Public Schools
School Food Services

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**14,222**	**646,338**	**660,560**
2015 Supplemental *	0	12,000	12,000
Total 2013-15 Biennium	**14,222**	**658,338**	**672,560**
2015-17 Maintenance Level	**14,222**	**668,340**	**682,562**
Policy Changes - Other			
1. Tech. Correction Federal	0	3,004	3,004
Policy -- Other Total	**0**	**3,004**	**3,004**
Total 2015-17 Biennium	**14,222**	**671,344**	**685,566**
Fiscal Year 2016 Total	7,111	330,249	337,360
Fiscal Year 2017 Total	7,111	341,095	348,206

Comments:

1. **Tech. Correction Federal** - A technical correction is made to the federal appropriation authority to reflect updated information provided by the Office of the Superintendent of Public Instruction.

Public Schools
Special Education

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**1,482,388**	**476,122**	**1,958,510**
2015 Supplemental *	-6,412	0	-6,412
Total 2013-15 Biennium	**1,475,976**	**476,122**	**1,952,098**
2015-17 Maintenance Level	**1,695,120**	**476,265**	**2,171,385**
Policy Changes - Other			
1. Staff Mix	-3,637	0	-3,637
2. Reduce Early Elementary Class Size	41,925	0	41,925
3. Expand Full-Day Kindergarten	408	0	408
4. Special Education Ombuds	100	0	100
5. Dual Credit	28	0	28
6. Tech. Correction Federal	0	165	165
Policy -- Other Total	**38,824**	**165**	**38,989**
Policy Changes - Comp			
7. State Public Employee Benefits Rate	-1	-7	-8
8. General Wage Incr-State Employees	7	116	123
Policy -- Comp Total	**6**	**109**	**115**
Total 2015-17 Biennium	**1,733,950**	**476,539**	**2,210,489**
Fiscal Year 2016 Total	841,888	238,207	1,080,095
Fiscal Year 2017 Total	892,062	238,332	1,130,394

Comments:

1. **Staff Mix** - The continued implementation of state-funded all-day kindergarten and K-3 class size reductions increases state-funded certificated instructional staff (CIS) by approximately 1,900 FTEs in the 2015-16 school year and an additional 3,100 FTEs in the 2016-17 school year. The budget assumes that, for school year 2015-16, approximately one-third of the new state-funded teachers will be beginning teachers, and approximately one-half of the new teachers will have a master's degree. For the 2016-17 school year, it is assumed that the new teachers added in the previous school year will have gained one year of experience and that approximately one-third of the newly added teachers for the 2016-17 school year will be new to teaching. Staff mix, the state's term for average years of experience and educational credits, is reduced to reflect these newly hired beginning teachers in the K-12 system.

2. **Reduce Early Elementary Class Size** - Chapter 236, Laws of 2010 (SHB 2776) established new funding formulas for basic education programs, requiring class sizes of 17 students for grades kindergarten through three (K-3) by the 2017-18 school year. Funding is provided to phase in reduced class sizes with the greatest class size reductions occurring in earlier grades in the first school year, and then following the cohort of students who have already received the benefit of state-funded class size reduction. First priority is provided to elementary schools with the highest percentage of students eligible for the federal Free and Reduced-Price Lunch program. Funding is provided to fully implement a class size of 17 for K-1 students in high poverty schools in the 2016-17 school year. Allocations for K-3 class sizes will be based on the school district's documented actual average class size.

3. **Expand Full-Day Kindergarten** - Chapter 236, Laws of 2010 (SHB 2776) requires statewide basic education funding of all-day kindergarten by the 2017-18 school year. State-funded all-day kindergarten is increased from 43.75 percent of kindergarten enrollment to 71.88 percent in school year 2015-16 and is fully implemented at 100 percent of kindergarten enrollment in school year 2016-17, one year ahead of the statutorily required deadline.

4. **Special Education Ombuds** - The 2014 supplemental operating budget transferred the special education ombuds duties and funding from the Office of the Superintendent of Public

Public Schools
Special Education

Instruction (OSPI) to the Office of the Education Ombuds within the Office of the Governor. The transfer was subsequently vetoed. Funding is provided to restore the position at OSPI.

5. **Dual Credit** - Funding is provided for implementation of Chapter 202, Laws of 2015 (E2SHB 1546), eliminating the use of Running Start for courses offered in the high school, and creating subsidies and per credit fee limits for college in the high school classes for eligible 11th and 12th grade students.

6. **Tech. Correction Federal** - A technical correction is made to the federal appropriation authority to reflect updated information provided by OSPI.

7. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

8. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Public Schools
Educational Service Districts

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**16,245**	**0**	**16,245**
2015 Supplemental *	-19	0	-19
Total 2013-15 Biennium	**16,226**	**0**	**16,226**
2015-17 Maintenance Level	**16,455**	**0**	**16,455**
Policy Changes - Other			
1. Staff Mix	-31	0	-31
Policy -- Other Total	**-31**	**0**	**-31**
Total 2015-17 Biennium	**16,424**	**0**	**16,424**
Fiscal Year 2016 Total	8,219	0	8,219
Fiscal Year 2017 Total	8,205	0	8,205

Comments:

1. **Staff Mix** - The continued implementation of state-funded all-day kindergarten and K-3 class size reductions increases state-funded certificated instructional staff (CIS) by approximately 1,900 FTEs in the 2015-16 school year and an additional 3,100 FTEs in the 2016-17 school year. The budget assumes that, for school year 2015-16, approximately one-third of the new state-funded teachers will be beginning teachers, and approximately one-half of the new teachers will have a master's degree. For the 2016-17 school year, it is assumed that the new teachers added in the previous school year will have gained one year of experience and that approximately one-third of the newly added teachers for the 2016-17 school year will be new to teaching. Staff mix, the state's term for average years of experience and educational credits, is reduced to reflect these newly hired beginning teachers in the K-12 system.

Public Schools
Levy Equalization

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**652,326**	**0**	**652,326**
2015 Supplemental *	4,461	0	4,461
Total 2013-15 Biennium	**656,787**	**0**	**656,787**
2015-17 Maintenance Level	**763,296**	**0**	**763,296**
Policy Changes - Other			
1. Local Effort Assistance	-20,452	0	-20,452
Policy -- Other Total	**-20,452**	**0**	**-20,452**
Total 2015-17 Biennium	**742,844**	**0**	**742,844**
Fiscal Year 2016 Total	365,446	0	365,446
Fiscal Year 2017 Total	377,398	0	377,398

Comments:

1. **Local Effort Assistance** - The calculated local effort assistance cost depends on several variables including variables that affect the school districts' levy base. Policies that increase the cost of the state's program of basic education are assumed to increase the levy base. Additionally, the per pupil inflator (PPI) is adjusted so that school districts will be permitted to collect, in aggregate, the same amount of local maintenance and operation levies in calendar year 2016 as they are currently collecting in calendar year 2015. The PPI is set at a rate of 4.27 percent for calendar year 2016 and is reduced to 1.09 percent for calendar year 2017.

Public Schools
Institutional Education

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**27,932**	**0**	**27,932**
2015 Supplemental *	-333	0	-333
Total 2013-15 Biennium	**27,599**	**0**	**27,599**
2015-17 Maintenance Level	**27,796**	**0**	**27,796**
Policy Changes - Other			
1. Institutional Education MSOC	174	0	174
Policy -- Other Total	**174**	**0**	**174**
Total 2015-17 Biennium	**27,970**	**0**	**27,970**
Fiscal Year 2016 Total	13,967	0	13,967
Fiscal Year 2017 Total	14,003	0	14,003

Comments:

1. **Institutional Education MSOC** - The funding rate for materials, supplies, and operating costs (MSOC) for institutional education programs is increased for curriculum and textbooks, technology, professional development, and 50 percent of other supplies and library materials. The remaining formula components are not increased, as facility operational costs for institutional programs are funded through the Department of Social and Health Services (DSHS) rather than school districts. This step aligns institutional MSOC with the rates provided to general education students, with the exception of formula costs provided through DSHS.

Public Schools
Education of Highly Capable Students

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**19,224**	**0**	**19,224**
2015 Supplemental *	122	0	122
Total 2013-15 Biennium	**19,346**	**0**	**19,346**
2015-17 Maintenance Level	**20,011**	**0**	**20,011**
Policy Changes - Other			
1. Staff Mix	-76	0	-76
2. Expand Full-Day Kindergarten	256	0	256
Policy -- Other Total	**180**	**0**	**180**
Total 2015-17 Biennium	**20,191**	**0**	**20,191**
Fiscal Year 2016 Total	10,002	0	10,002
Fiscal Year 2017 Total	10,189	0	10,189

Comments:

1. **Staff Mix** - The continued implementation of state-funded all-day kindergarten and K-3 class size reductions increases state-funded certificated instructional staff (CIS) by approximately 1,900 FTEs in the 2015-16 school year and an additional 3,100 FTEs in the 2016-17 school year. The budget assumes that, for school year 2015-16, approximately one-third of the new state-funded teachers will be beginning teachers, and approximately one-half of the new teachers will have a master's degree. For the 2016-17 school year, it is assumed that the new teachers added in the previous school year will have gained one year of experience and that approximately one-third of the newly added teachers for the 2016-17 school year will be new to teaching. Staff mix, the state's term for average years of experience and educational credits, is reduced to reflect these newly hired beginning teachers in the K-12 system.

2. **Expand Full-Day Kindergarten** - Chapter 236, Laws of 2010 (SHB 2776) requires statewide basic education funding of all-day kindergarten by the 2017-18 school year. State-funded all-day kindergarten is increased from 43.75 percent of kindergarten enrollment to 71.88 percent in school year 2015-16 and is fully implemented at 100 percent of kindergarten enrollment in school year 2016-17, one year ahead of the statutorily required deadline.

Public Schools
Elementary & Secondary School Improvement

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**4,302**	**4,302**
2015-17 Maintenance Level	**0**	**4,302**	**4,302**
Total 2015-17 Biennium	**0**	**4,302**	**4,302**
Fiscal Year 2016 Total	0	2,001	2,001
Fiscal Year 2017 Total	0	2,301	2,301

Comments:

None.

Public Schools
Education Reform

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**217,474**	**221,808**	**439,282**
2015 Supplemental *	16,838	2,300	19,138
Total 2013-15 Biennium	**234,312**	**224,108**	**458,420**
2015-17 Maintenance Level	**230,166**	**156,885**	**387,051**
Policy Changes - Other			
1. School Turnaround Programs	3,225	0	3,225
2. Project-Based Math and Science	1,000	0	1,000
3. Microsoft IT Academy	2,000	0	2,000
4. Career & Technical Education Grants	800	0	800
5. Teacher Mentoring	5,000	0	5,000
6. Math & Science Prof. Development	1,392	0	1,392
7. Tech. Correction Federal	0	-60,116	-60,116
Policy -- Other Total	**13,417**	**-60,116**	**-46,699**
Policy Changes - Comp			
8. State Public Employee Benefits Rate	-18	-8	-26
9. General Wage Incr-State Employees	360	140	500
Policy -- Comp Total	**342**	**132**	**474**
Total 2015-17 Biennium	**243,925**	**96,901**	**340,826**
Fiscal Year 2016 Total	120,925	51,524	172,449
Fiscal Year 2017 Total	123,000	45,377	168,377

Comments:

1. **School Turnaround Programs** - Funding is provided for grants to school districts identified as persistently lowest achieving or listed as a Required Action District by the Office of the Superintendent of Public Instruction (OSPI). Funds are also provided for staffing at OSPI for the implementation and continued administration of the program.

2. **Project-Based Math and Science** - Funding is provided for OSPI to contract with a non-profit organization to integrate English language arts, math and science standards with outdoor field studies and project-based and work-based learning opportunities aligned with the environmental, natural resource and agricultural sectors.

3. **Microsoft IT Academy** - Additional funding is provided to expand the Microsoft IT Academy in middle schools.

4. **Career & Technical Education Grants** - Funding is provided to increase grants for career and technical education grants, half of which is dedicated to the FIRST Robotics program.

5. **Teacher Mentoring** - Funding is provided to expand the number of teachers that may participate in the Beginning Educator Support Team (BEST) program at OSPI. BEST provides grants to school districts to provide an enhanced level of support and professional development for new teachers.

6. **Math & Science Prof. Development** - One-time funding is provided for professional development and coaching for state-funded math and science high school teachers by the science and mathematics coordinators at the educational service districts for the 2015-16 school year. The professional development must include instructional strategies and curriculum-specific training to improve outcomes for the statewide high school mathematics assessment or the high school biology assessment.

7. **Tech. Correction Federal** - A technical correction is made to the federal appropriation authority to reflect updated information provided by OSPI.

8. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance

coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

9. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Public Schools
Transitional Bilingual Instruction

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**207,880**	**72,116**	**279,996**
2015 Supplemental *	-296	0	-296
Total 2013-15 Biennium	**207,584**	**72,116**	**279,700**
2015-17 Maintenance Level	**240,819**	**72,147**	**312,966**
Policy Changes - Other			
1. Staff Mix	-902	0	-902
2. Tech. Correction Federal	0	35	35
Policy -- Other Total	**-902**	**35**	**-867**
Policy Changes - Comp			
3. State Public Employee Benefits Rate	-1	-1	-2
4. General Wage Incr-State Employees	10	26	36
Policy -- Comp Total	**9**	**25**	**34**
Total 2015-17 Biennium	**239,926**	**72,207**	**312,133**
Fiscal Year 2016 Total	118,057	26,086	144,143
Fiscal Year 2017 Total	121,869	46,121	167,990

Comments:

1. **Staff Mix** - The continued implementation of state-funded all-day kindergarten and K-3 class size reductions increases state-funded certificated instructional staff (CIS) by approximately 1,900 FTEs in the 2015-16 school year and an additional 3,100 FTEs in the 2016-17 school year. The budget assumes that, for school year 2015-16, approximately one-third of the new state-funded teachers will be beginning teachers, and approximately one-half of the new teachers will have a master's degree. For the 2016-17 school year, it is assumed that the new teachers added in the previous school year will have gained one year of experience and that approximately one-third of the newly added teachers for the 2016-17 school year will be new to teaching. Staff mix, the state's term for average years of experience and educational credits, is reduced to reflect these newly hired beginning teachers in the K-12 system.

2. **Tech. Correction Federal** - A technical correction is made to the federal appropriation authority to reflect updated information provided by the Office of the Superintendent of Public Instruction.

3. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

4. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Public Schools
Learning Assistance Program (LAP)

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**409,605**	**450,534**	**860,139**
2015 Supplemental *	2,551	0	2,551
Total 2013-15 Biennium	**412,156**	**450,534**	**862,690**
2015-17 Maintenance Level	**450,829**	**448,454**	**899,283**
Policy Changes - Other			
1. Staff Mix	-1,676	0	-1,676
2. Expand Full-Day Kindergarten	1,777	0	1,777
3. Tech. Correction Federal	0	-10	-10
Policy -- Other Total	**101**	**-10**	**91**
Policy Changes - Comp			
4. State Public Employee Benefits Rate	0	-1	-1
5. General Wage Incr-State Employees	0	25	25
Policy -- Comp Total	**0**	**24**	**24**
Total 2015-17 Biennium	**450,930**	**448,468**	**899,398**
Fiscal Year 2016 Total	223,440	224,726	448,166
Fiscal Year 2017 Total	227,490	223,742	451,232

Comments:

1. **Staff Mix** - The continued implementation of state-funded all-day kindergarten and K-3 class size reductions increases state-funded certificated instructional staff (CIS) by approximately 1,900 FTEs in the 2015-16 school year and an additional 3,100 FTEs in the 2016-17 school year. The budget assumes that, for school year 2015-16, approximately one-third of the new state-funded teachers will be beginning teachers, and approximately one-half of the new teachers will have a master's degree. For the 2016-17 school year, it is assumed that the new teachers added in the previous school year will have gained one year of experience and that approximately one-third of the newly added teachers for the 2016-17 school year will be new to teaching. Staff mix, the state's term for average years of experience and educational credits, is reduced to reflect these newly hired beginning teachers in the K-12 system.

2. **Expand Full-Day Kindergarten** - Chapter 236, Laws of 2010 (SHB 2776) requires statewide basic education funding of all-day kindergarten by the 2017-18 school year. State-funded all-day kindergarten is increased from 43.75 percent of kindergarten enrollment to 71.88 percent in school year 2015-16 and is fully implemented at 100 percent of kindergarten enrollment in school year 2016-17, one year ahead of the statutorily required deadline.

3. **Tech. Correction Federal** - A technical correction is made to the federal appropriation authority to reflect updated information provided by the Office of the Superintendent of Public Instruction.

4. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

5. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is

Public Schools
Learning Assistance Program (LAP)

sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Washington Charter School Commission

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**1,022**	**17**	**1,039**
2015 Supplemental *	3	12	15
Total 2013-15 Biennium	**1,025**	**29**	**1,054**
2015-17 Maintenance Level	**1,297**	**41**	**1,338**
Policy Changes - Other			
1. DES Central Services	1	0	1
2. Charter School Oversight Funds	-498	498	0
3. Increase Oversight Capability	0	198	198
Policy -- Other Total	**-497**	**696**	**199**
Policy Changes - Comp			
4. General Wage Incr-State Employees	26	0	26
Policy -- Comp Total	**26**	**0**	**26**
Total 2015-17 Biennium	**826**	**737**	**1,563**
Fiscal Year 2016 Total	490	226	716
Fiscal Year 2017 Total	336	511	847

Comments:

1. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

2. **Charter School Oversight Funds** - Financial support for the Washington State Charter School Commission is shifted from General Fund-State to the Charter School Oversight Account. Transfer amounts are based on projected revenues assuming a 4 percent oversight fee. (General Fund-State, Charter School Oversight Account-State)

3. **Increase Oversight Capability** - Additional staff is authorized for the Washington State Charter School Commission for oversight, legal compliance and financial accountability for newly created charter schools. (Charter School Oversight Account-State)

4. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

HIGHER EDUCATION

Overview

For the 2015-17 biennium, a total of $3.5 billion in state funds (Near General Fund plus Washington Opportunity Pathways Account) is appropriated in support of the higher education system (including financial aid); $2.8 billion (79 percent) of which is appropriated to the public colleges and universities. Compared to the 2013-15 biennium, this represents a $428 million (18.1 percent) increase in state funds to the institutions of higher education and a $427.2 million (13.8 percent) increase in state funds to the higher education system overall.

Tuition Policy

The operating budget is aligned with the tuition reduction specified in the College Affordability Program (Chapter 36, Laws of 2015, 3rd Special Session[2ESSB 5954]) The College Affordability Program requires that all institutions of higher education reduce operating fees by 5 percent from current levels for the 2015-16 academic year. For the 2016-17 academic year, research institutions are required to reduce operating fees by an additional 10 percent, regional institutions are required to reduce operating fees by an additional 15 percent, and community and technical colleges are required to hold operating fees at 2015-16 academic year rates. A total of $158.7 million in state funds is provided to the institutions of higher education to replace the loss of tuition revenue resulting from the reductions specified in the College Affordability Program. Reduced tuition rates allow state financial aid programs to maintain current service levels at a lower cost. A total of $45.3 million is captured as financial aid savings.

Major Increases

Compensation

A total of $110.8 million in state funding is provided to the higher education system to support the collective bargaining agreements approved by the Legislature. A savings of $3.9 million is achieved as a result of lower projected benefit rates.

Computer Science and Engineering Expansion

A total of $9.1 million is provided to the University of Washington ($6 million), Washington State University ($1.6 million) and Western Washington University ($1.5 million) to expand computer science and engineering related programs.

Medical Education

A total of $19.5 million is provided to support medical education. The University of Washington (UW) is provided $9 million for the continued operation of the Washington, Wyoming, Alaska, Montana, and Idaho (WWAMI) medical school. The funding will allow UW to fund 60 first year students and 20 second year students in fiscal year 2016. For fiscal year 2017, the UW is expected to enroll 60 first year students with the continuation of 60 from the prior year. The Family Practice Medicine Residency Network at the UW is provided $8 million to expand the number of residency slots available in Washington. Additional funding for residencies is made available through the Hospital Safety Net Assessment fee. Washington State University is provided $2.5 million to support the development of a medical school in Spokane.

Degree Completion

A total of $4.5 million is provided to Central Washington University ($1.5 million), Eastern Washington University ($1.5 million), and The Evergreen State Colleges ($1.5 million) for programs and services that lead to increased degree completion outcomes.

Opportunity Scholarship Program
The Opportunity Scholarship Program is open to low- and middle-income students pursuing degrees in high demand fields including: science, technology, engineering, math, and health care. Funding for the program is provided through a combination of private donation and state support. The state is required to match private contributions up to $50 million annually. To meet state match requirements during the 2015-17 biennium, $41.0 million is provided.

Financial Aid Reductions

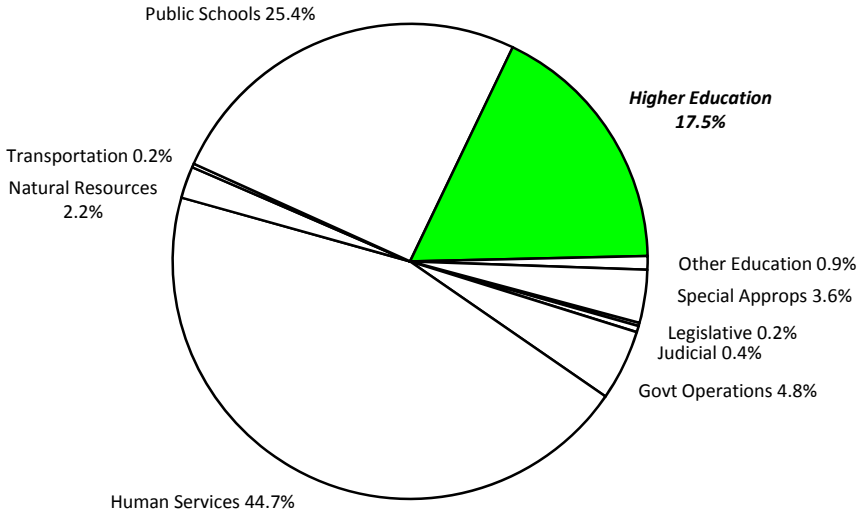
Financial Aid Program Re-Suspension
Savings are achieved as a result of continuing the 2011-13 suspension of the Future Teachers Conditional Scholarship Program, the Health Professionals Conditional Scholarship Program, Washington Scholars Program, Washington Award for Vocational Excellence Program, and the Small Grant Program (including the Community Scholarship Matching Grant program, and state contributions to the Foster Care Endowment Scholarship Trust Fund) for the 2015-17 biennium. Those students who received awards in previous years will maintain those awards until they complete their programs.

2015-17 Washington State Omnibus Operating Budget

Total Budgeted Funds

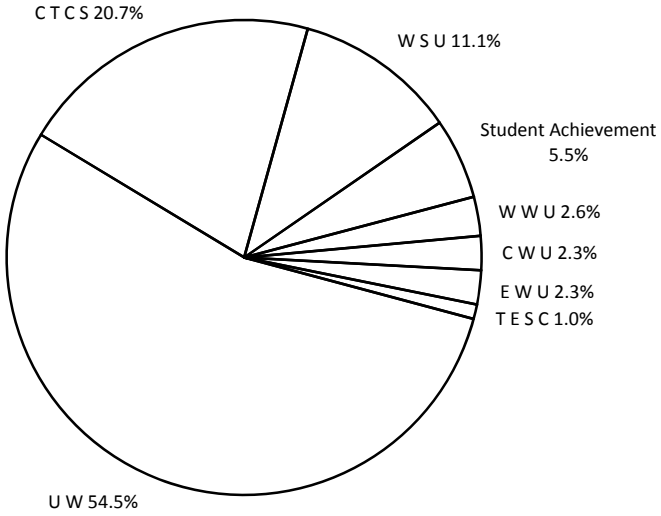
(Dollars in Thousands)

Legislative	173,930
Judicial	337,921
Governmental Operations	3,792,924
Human Services	35,266,422
Natural Resources	1,713,043
Transportation	195,359
Public Schools	20,008,166
Higher Education	***13,826,980***
Other Education	736,946
Special Appropriations	2,836,614
Statewide Total	**78,888,305**



Washington State

Univ of Washington	7,534,038
C T C S	2,857,123
Washington State Univ	1,530,269
Student Achievement	760,655
Western Washington Univ	365,714
Central Washington Univ	321,147
Eastern Washington Univ	320,363
The Evergreen State Coll	137,671
Higher Education	***13,826,980***



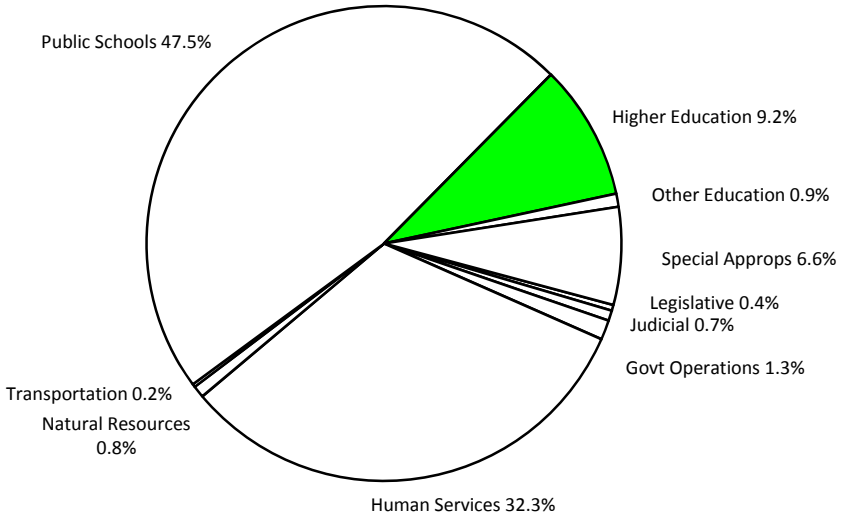
Higher Education

2015-17 Washington State Omnibus Operating Budget

NGF-S + Opportunity Pathways

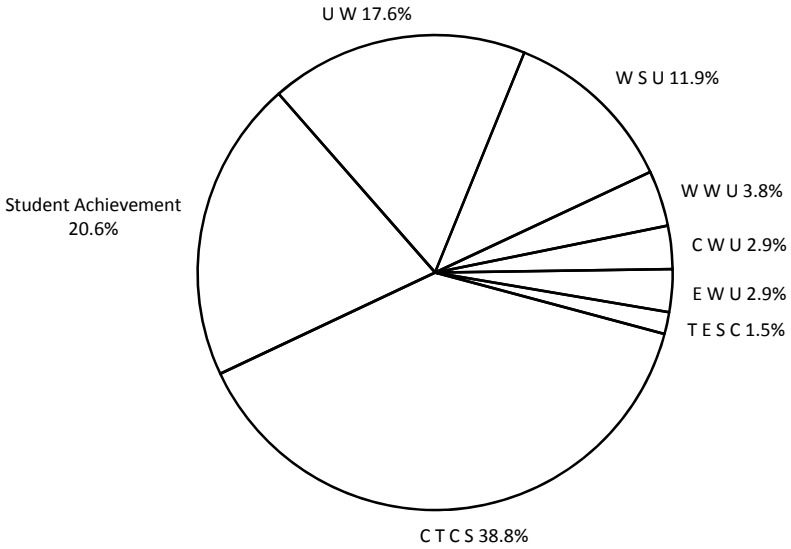
(Dollars in Thousands)

Legislative	153,796
Judicial	267,132
Governmental Operations	510,107
Human Services	12,333,779
Natural Resources	308,873
Transportation	80,612
Public Schools	18,156,830
Higher Education	***3,525,134***
Other Education	347,928
Special Appropriations	2,534,988
Statewide Total	**38,219,179**



Washington State

C T C S	1,368,786
Student Achievement	724,868
Univ of Washington	619,572
Washington State Univ	419,891
Western Washington Univ	133,111
Central Washington Univ	103,428
Eastern Washington Univ	102,699
The Evergreen State Coll	52,779
Higher Education	***3,525,134***



Higher Education

Higher Education
FTE Student Enrollment History
By Academic Year

	Actual Enrollment							Budgeted	
	2008-09[1]	2009-10[1]	2010-11[1]	2011-12[1]	2012-13[1]	2013-14	2014-15	2015-16	2016-17
Community & Technical Colleges	**159,845**	**173,237**	**175,010**	**166,112**	**160,977**	**157,991**	**155,095**	**151,485**	**151,485**
Adult Students	148,000	160,778	162,328	153,395	147,433	143,292	138,724	139,927	139,927
Running Start Students [2]	11,845	12,459	12,682	12,717	13,544	14,699	16,371	11,558	11,558
Four-Year Schools	**98,292**	**101,165**	**103,214**	**104,702**	**105,113**	**106,038**	**107,935**	**93,514**	**93,514**
University of Washington [3]	39,729	40,943	42,303	42,718	43,487	44,709	45,886	37,162	37,162
Washington State University	23,316	23,992	24,233	25,284	25,189	25,092	25,954	22,538	22,538
Eastern Washington University	9,287	9,486	9,640	9,914	10,170	10,236	10,395	8,734	8,734
Central Washington University	9,082	9,673	9,832	9,581	9,397	9,292	9,097	9,105	9,105
The Evergreen State College	4,470	4,596	4,559	4,558	4,354	4,144	4,007	4,213	4,213
Western Washington University	12,408	12,475	12,647	12,647	12,516	12,565	12,596	11,762	11,762
Total Higher Education [2]	**246,292**	**261,943**	**265,542**	**258,097**	**252,546**	**249,330**	**246,659**	**233,441**	**233,441**

(1) *Actual enrollments were greater than budgeted levels in these years. Institutions are permitted to enroll over budgeted levels and to support the additional student FTEs with tuition and fees.*

(2) *Beginning with school year 2009-10, Community and Technical Colleges budgeted enrollment targets include Running Start students. For comparability with previous years, Running Start students are excluded from the " All Higher Education" total.*

(3) *University of Washington enrollment for 2008-09 and subsequent years includes: a) 445 FTEs for the WWAMI (Washington, Wyoming, Alaska, Montana, and Idaho) medical school partnership; and b) 148 FTEs for the Molecular and Cellular Biology Program. Enrollments for these programs were reported as self-sustaining from 2003-04 through 2007-08 and as state-supported both before and after that period.*

Higher Education
Budgeted Enrollment Increases
By Academic Year

	FTE Student Enrollment				
	Budgeted Level 2013-14	Increase for 2014-15	Total Budgeted 2013-15	Increase for 2015-16	Total Budgeted 2015-16
Community & Technical Colleges	**139,237**	**690**	**139,927**	**0**	**139,927**
Four-Year Schools	**93,204**	**0**	**93,204**	**0**	**93,514**
University of Washington	**37,162**	**0**	**37,162**	**0**	**37,162**
Seattle					
Bothell					
Tacoma					
Washington State University	**22,228**	**310**	**22,538**	**0**	**22,538**
Pullman/Spokane					
Tri-Cities					
Vancouver					
Eastern Washington University	**8,734**	**0**	**8,734**	**0**	**8,734**
Central Washington University	**9,105**	**0**	**9,105**	**0**	**9,105**
The Evergreen State College	**4,213**	**0**	**4,213**	**0**	**4,213**
Western Washington University	**11,762**	**0**	**11,762**	**0**	**11,762**
Total Higher Education	**232,441**	**690**	**233,131**	**0**	**233,441**

State Financial Aid programs

WORKLOAD HISTORY

By Fiscal Year

	2008	2009	2010	2011	2012	2013	2014	2015	Estimated 2016	Estimated 2017
State Need Grant [1]										
# of Students Served	70,085	72,511	70,376	72,338	74,703	73,985	70,109	75,151	75,151	75,151
% Change from prior year	5.6%	3.5%	-2.9%	2.8%	3.3%	-1.0%	-5.2%	7.2%	0.0%	0.0%
College Bound Scholarship [2]										
# of Students Served						4,987	8,685	11,896	15,109	15,690
% Change from prior year							74.2%	37.0%	27.0%	3.8%

[1] *SNG actuals are not available for FY 2015. Current figures are estimates based on an average award amount.*

[2] *The first CBS cohort entered post-secondary education in FY 2013.*

Data Sources:

FY 2007 through FY 2014 SNG actuals are from Washington Student Achievement Council reports.

FY 2015 through FY 2017 SNG estimates are by legislative fiscal committee staff.

FY 2013 through FY 2015 CBS actuals are based on information from the Caseload Forecast Council.

FY 2016 through FY 2017 CBs estimates are by the Caseload Forecast Council.

Community & Technical College System

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**1,228,339**	**1,354,924**	**2,583,263**
2015 Supplemental *	-2,321	0	-2,321
Total 2013-15 Biennium	**1,226,018**	**1,354,924**	**2,580,942**
2015-17 Maintenance Level	**1,296,205**	**1,511,910**	**2,808,115**
Policy Changes - Other			
1. SCC Allied Health Programs	850	0	850
2. WATR Center Aerospace Funding	1,580	0	1,580
3. CTS Rate Adjustment	-2	-2	-4
4. Archives/Records Management	23	12	35
5. Audit Services	-4	-3	-7
6. Legal Services	126	68	194
7. Office of Chief Information Officer	40	22	62
8. DES Central Services	72	39	111
9. Core Financial Systems Replacement	46	24	70
10. Time, Leave and Attendance System	79	41	120
11. Self-Insurance Liability Premium	-178	-95	-273
12. College Affordability Program	33,699	-33,699	0
13. Feasibility Study	300	0	300
14. Bellevue College 4-year Degree Prog	750	0	750
Policy -- Other Total	**37,381**	**-33,593**	**3,788**
Policy Changes - Comp			
15. Adjust Compensation Double Count	-12,738	-8,904	-21,642
16. Compensation State Support	12,187	-12,187	0
17. Highline WPEA Agreement	341	298	639
18. Yakima Valley WPEA Agreement	629	642	1,271
19. CTCs WFSE Agreement	4,483	4,742	9,225
20. Nonrep Job Class Specific	10	16	26
21. CTCs WPEA Agreement	3,447	3,357	6,804
22. General Wage Incr-State Employees	29,339	24,270	53,609
23. H Ed: Public Employee Benefits Rate	-1,801	-1,549	-3,350
24. H Ed: Rep Employee Benefits Rate	-697	-665	-1,362
Policy -- Comp Total	**35,200**	**10,020**	**45,220**
Total 2015-17 Biennium	**1,368,786**	**1,488,337**	**2,857,123**
Fiscal Year 2016 Total	674,259	738,350	1,412,609
Fiscal Year 2017 Total	694,527	749,987	1,444,514

Comments:

1. **SCC Allied Health Programs** - Funding is provided for Seattle Central College's expansion of allied health programs. This will fund library, student services, and information technology staff necessary to support students enrolled in allied health programs.

2. **WATR Center Aerospace Funding** - Pursuant to aerospace industry appropriations Chapter 1, Laws of 2013, 3rd Sp. s (EHB 2088), funding is provided for the operation of a fabrication composite wing incumbent worker training program to be housed at the Washington Aerospace Training and Research (WATR) Center in Everett.

3. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services charges agencies.

Community & Technical College System

4. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

5. **Audit Services** - Agency budgets are adjusted to update each agency's allocated share of charges.

6. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

7. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

8. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

9. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

10. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

11. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

12. **College Affordability Program** - Funding is provided for the implementation of Chapter 36, Laws of 2015, 3rd sp. s. (2ESSB 5954). Starting in the 2015-16 academic year, the tuition operating fee is reduced by 5 percent from the 2014-15 academic year level. In 2016-17, the tuition operating fee will remain at 2015-16 academic year levels. As required under the bill, state funds are provided for the estimated reduction in net revenues from the tuition reductions. The budgeted full-time equivalent enrollment assumed for the purposes of the 2015-17 backfill amounts pursuant to 2ESSB 5954 is 118,411 each fiscal year. (General Fund-State, Institution of Higher Education-Operating Fees Account)

13. **Feasibility Study** - One-time funding is provided to conduct a feasibility for a new community and technical college in the Graham, Washington area.

14. **Bellevue College 4-year Degree Prog** - One-time funding is provided to Bellevue College for initial start up costs and to develop a plan to offer BS degrees in computer science.

15. **Adjust Compensation Double Count** - Funding is provided for staff covered by Initiative 732 at the higher level of the general wage increases, 3 percent in FY 2016 and 1 percent in FY 2017, plus an additional 0.8 percent or $20 per month. The funding provided in the maintenance level budget for the lower I-732 raises is offset so that it is not included twice.

16. **Compensation State Support** - Additional state support is provided to cover the cost of compensation.

17. **Highline WPEA Agreement** - Funding is provided for the collective bargaining agreement between Highline Community College and the Washington Public Employee Association (WPEA). The agreement includes a general wage increase of 3 percent, effective July 1, 2016; a general wage increase of 1.8 percent or a 1 percent increase plus $20 per a month whichever is greater, effective July 1, 2017; two additional personal leave days per year; a shift differential increase of $.10 per hour; and a signing bonus of $400 per person. (General Fund-State, Education Legacy Trust Account-State, Various Other Accounts)

18. **Yakima Valley WPEA Agreement** - Funding is provided for the collective bargaining agreement between Yakima Valley Community College and the WPEA. The agreement includes a general wage increase of 3 percent in the first fiscal year; a general wage increase of 1.8 percent or 1 percent plus $20 whichever is more; a wage increase of 2.5 percent for targeted classifications; an increase of $.15 per hour for shift differential, effective July 1, 2015; and a one-time settlement incentive of 2.5 percent of anticipated annual salary. (General Fund-State, Education Legacy Trust Account-State, Various Other Accounts)

19. **CTCs WFSE Agreement** - Funding is provided for the collective bargaining agreement with the Washington Federation of State Employees (WFSE) Community College Coalition. The agreement includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; and salary adjustments for targeted classifications. (General Fund-State, Education Legacy Trust Account-State, Various Other Accounts)

20. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

21. **CTCs WPEA Agreement** - Funding is provided for the collective bargaining agreement with WPEA Community College Coalition. The agreement includes a general wage increase of 3

Community & Technical College System

percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; and salary adjustments for targeted classifications. (General Fund-State, Education Legacy Trust Account-State, Various Other Accounts)

22. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 a month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

23. **H Ed: Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets or exceeds average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

24. **H Ed: Rep Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets or exceeds average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

University of Washington

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**500,533**	**5,829,039**	**6,329,572**
2015 Supplemental *	-1,865	0	-1,865
Total 2013-15 Biennium	**498,668**	**5,829,039**	**6,327,707**
2015-17 Maintenance Level	**522,879**	**6,889,412**	**7,412,291**
Policy Changes - Other			
1. Climate Impacts Group	400	0	400
2. Ocean Acidification Research	0	1,550	1,550
3. Archives/Records Management	18	29	47
4. Audit Services	-1	-3	-4
5. Legal Services	478	780	1,258
6. Office of Chief Information Officer	46	77	123
7. DES Central Services	14	23	37
8. Core Financial Systems Replacement	9	15	24
9. Fleet Program Rate Reduction	-2	-4	-6
10. Time, Leave and Attendance System	16	26	42
11. Central Service Technical Adj	-377	-615	-992
12. College Affordability Program	44,071	-44,071	0
13. Research on Effect of Marijuana Use	0	414	414
14. I-502 Public Education Materials	0	40	40
15. Labor Archives	400	0	400
16. Computer Science Enrollments	6,000	0	6,000
17. Latino Health Center	500	0	500
18. Medical Residencies	8,000	0	8,000
19. Medical Education	9,000	0	9,000
Policy -- Other Total	**68,572**	**-41,739**	**26,833**
Policy Changes - Comp			
20. Agreement with WFSE	324	1,773	2,097
21. Agreement with SEIU 925	1,380	2,941	4,321
22. Compensation State Support	14,428	-14,428	0
23. Nonrep Job Class Specific	0	194	194
24. General Wage Incr-State Employees	12,572	83,117	95,689
25. H Ed: Public Employee Benefits Rate	-335	-4,839	-5,174
26. H Ed: Rep Employee Benefits Rate	-248	-1,965	-2,213
Policy -- Comp Total	**28,121**	**66,793**	**94,914**
Total 2015-17 Biennium	**619,572**	**6,914,466**	**7,534,038**
Fiscal Year 2016 Total	291,886	3,414,082	3,705,968
Fiscal Year 2017 Total	327,686	3,500,384	3,828,070

Comments:

1. **Climate Impacts Group** - Funding is provided for the University of Washington (UW) Climate Impacts Group to conduct data modeling and provide technical assistance on climate impact analysis to Washington communities, businesses, and governments.

2. **Ocean Acidification Research** - The Washington Ocean Acidification Center (Center) received initial funding during the 2013-15 biennium to coordinate and conduct research to understand, monitor, and adapt to increasingly acidic waters. Ongoing funding and FTE staff are provided to continue Center operations, continue collection of ocean acidification

University of Washington

monitoring data at shellfish hatcheries and elsewhere, and sustain an ocean acidification forecast model. One-time funding of $200,000 is also provided to study the biological response of selected commercial and managed species, such as rockfish and salmon, to ocean acidification. (Aquatic Lands Enhancement Account-State)

3. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

4. **Audit Services** - Agency budgets are adjusted to update each agency's allocated share of charges.

5. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

6. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

7. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

8. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

9. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

10. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

11. **Central Service Technical Adj** - Long-standing interagency agreements between the agency and the Office of Attorney General (AGO) are incorporated into the 2015-17 central service model to reflect the agency's maintenance level budget for legal services. A reduction is made to the agency's budget that will be restored by an increase in the agency's central service model allocation for the AGO legal services. The combination of these actions is a net zero change in funds for the agency.

12. **College Affordability Program** - Funding is provided for the implementation of Chapter 36, Laws of 2015, 3rd sp. s. (2ESSB 5954). Starting in the 2015-16 academic year, the tuition operating fee is reduced by 5 percent from the 2014-15 academic year level. In 2016-17, the tuition operating fee is reduced another 10 percent from the 2015-16 academic year. As required under the bill, state funds are provided for the estimated reduction in net revenues from the tuition reductions. The budgeted full-time equivalent enrollment assumed for the purposes of the 2015-17 backfill amounts pursuant to 2ESSB 5954 is 25,273 each fiscal year. (General Fund-State, Institution of Higher Education-Operating Fees Account)

13. **Research on Effect of Marijuana Use** - Initiative 502, passed by voters in 2012, authorizes the regulation, sale and taxation of marijuana for adults over the age of 21. Funding is provided for research on the short- and long-term effects of marijuana use, as authorized by the initiative. (Dedicated Marijuana Account)

14. **I-502 Public Education Materials** - Initiative 502, passed by voters in 2012, authorizes the regulation, sale, and taxation of marijuana for adults over the age of 21. Funding is provided for the Alcohol and Drug Abuse Institute to create and maintain web-based public education materials on the health and safety risks posed by marijuana use, as authorized in the initiative. (Dedicated Marijuana Account)

15. **Labor Archives** - Ongoing funding of $200,000 per year is provided to support staff at the Labor Archives of Washington at the UW.

16. **Computer Science Enrollments** - Funding is provided to expand computer science and engineering enrollments in the Department of Computer Science and Engineering at the Seattle campus. (Education Legacy Trust Account-State)

17. **Latino Health Center** - Funding is provided for the Latino Health Center at the UW.

18. **Medical Residencies** - Additional funding is provided to the Family Practice Medicine Residency Network at the UW to expand the number of residency slots availible in Washington. (Education Legacy Trust Account-State)

19. **Medical Education** - On-going funding is provided for the continued operation of the Washington, Wyoming, Alaska, Montana, and Idaho (WWAMI) medical school. The funding will allow UW to fund 60 first year students and 20 second year students in FY 2016. For FY 2017, the UW is assumed to enroll 60 first year students with the continuation of 60 second year students from the prior year.

20. **Agreement with WFSE** - Funding is provided for the collective bargaining agreement between the UW and the Washington Federation of State Employees (WFSE). The agreement includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent effective July 1,

University of Washington

2016; and an increase in the ranges for selected classifications. (General Fund-State, Institutions of Higher Education-Dedicated Local Account-Nonappropriated, Institutions of Higher Education-Grant and Contracts Account-Nonappropriated, Institutions of Higher Education-Operating Fees Account-Nonappropriated)

21. **Agreement with SEIU 925** - Funding is provided for the collective bargaining agreement between the UW and Service Employees International Union 925 (SEIU 925). The agreement includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 2 percent, effective July 1, 2016; a salary adjustment for targeted classifications. (General Fund-State, Various Other Funds)

22. **Compensation State Support** - Additional state support is provided to cover the cost of compensation.

23. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

24. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 a month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

25. **H Ed: Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets or exceeds average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

26. **H Ed: Rep Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets or exceeds average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

Washington State University

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**344,968**	**1,055,934**	**1,400,902**
2015 Supplemental *	-1,062	0	-1,062
Total 2013-15 Biennium	**343,906**	**1,055,934**	**1,399,840**
2015-17 Maintenance Level	**361,413**	**1,131,560**	**1,492,973**
Policy Changes - Other			
1. Archives/Records Management	6	8	14
2. Audit Services	-1	-1	-2
3. Legal Services	40	65	105
4. Office of Chief Information Officer	9	14	23
5. DES Central Services	10	17	27
6. Core Financial Systems Replacement	6	11	17
7. Time, Leave and Attendance System	11	18	29
8. Self-Insurance Liability Premium	-46	-74	-120
9. College Affordability Program	33,980	-33,980	0
10. Computer Science/Engineering	1,630	0	1,630
11. Expansion of Programs at Everett	2,370	2,245	4,615
12. Research on Effect of Marijuana Use	0	276	276
13. Rural Econ. Dev. Coordinator	180	0	180
14. Medical Education	2,500	0	2,500
Policy -- Other Total	**40,695**	**-31,401**	**9,294**
Policy Changes - Comp			
15. Agreement with WFSE	189	311	500
16. Agreement with PSE	9	12	21
17. Agreement with Police Guild	36	63	99
18. Compensation State Support	10,160	-10,160	0
19. Nonrep Job Class Specific	18	82	100
20. General Wage Incr-State Employees	7,789	20,870	28,659
21. H Ed: Public Employee Benefits Rate	-395	-915	-1,310
22. H Ed: Rep Employee Benefits Rate	-23	-44	-67
Policy -- Comp Total	**17,783**	**10,219**	**28,002**
Total 2015-17 Biennium	**419,891**	**1,110,378**	**1,530,269**
Fiscal Year 2016 Total	198,036	561,684	759,720
Fiscal Year 2017 Total	221,855	548,694	770,549

Comments:

1. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

2. **Audit Services** - Agency budgets are adjusted to update each agency's allocated share of charges.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

5. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

Washington State University

6. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

7. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

8. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

9. **College Affordability Program** - Funding is provided for the implementation of Chapter 36, Laws of 2015, 3rd sp. s. (2ESSB 5954). Starting in the 2015-16 academic year, the tuition operating fee is reduced by 5 percent from the 2014-15 academic year level. In 2016-17, the tuition operating fee is reduced another 10 percent from the 2015-16 academic year. As required under the bill, state funds are provided for the estimated reduction in net revenues from the tuition reductions. The budgeted full-time equivalent enrollment assumed for the purposes of the 2015-17 backfill amounts pursuant to 2ESSB 5954 is 17,790 each fiscal year. (General Fund-State, Institution of Higher Education-Operating Fees Account)

10. **Computer Science/Engineering** - Funding is provided for the creation an electrical engineering program located in Bremerton. At full implementation, the university is expected to increase degree production by 25 new bachelor's degrees per year.

11. **Expansion of Programs at Everett** - Funding is provided for the creation of software engineering and data analytic programs at the university center in Everett. At full implementation, the university is expected to enroll 50 students per academic year.

12. **Research on Effect of Marijuana Use** - Initiative 502, passed by voters in 2012, authorizes the regulation, sale, and taxation of marijuana for adults over the age of 21. Funding is provided for research on the short- and long-term effects of marijuana use, as authorized by the initiative. (Dedicated Marijuana Account)

13. **Rural Econ. Dev. Coordinator** - Funding is provided to Washington State University (WSU) for a rural economic development outreach coordinator.

14. **Medical Education** - One-time funding is provided to implement Chapter 2, Laws of 2015 (SHB 1559). The funding is to support the development of the curriculum, the courses, the faculty, and the administrative structure required by the Liaison Committee on Medical Education, the body responsible for accrediting medical schools in the U.S. and Canada to start a medical school.

15. **Agreement with WFSE** - Funding is provided for the collective bargaining agreement between WSU and the Washington Federation of State Employees (WFSE). The agreement includes a general wage increase of 3 percent, effective July 1, 2015 and a general wage increase of 1.8 percent effective July 1, 2016. (General Fund-State, Institutions of Higher Education-Dedicated Local Account-Nonappropriated, Institutions of Higher Education-Grant and Contracts Account-Nonappropriated, Institutions of Higher Education-Operating Fees Account-Nonappropriated)

16. **Agreement with PSE** - Funding is provided for the collective bargaining agreement between Public School Employees of Washington (PSE) and WSU. The agreement includes a 3 percent increase in base wages, effective July 1, 2015, and a 1.8 percent increase in base wages or a 1 percent general wage increase plus 20 dollars per month, whichever is greater, effective July 1, 2016. (General Fund-State, Institutions of Higher Education-Dedicated Local Account-Nonappropriated, Institutions of Higher Education-Grant and Contracts Account-Nonappropriated, Institutions of Higher Education-Operating Fees Account-Nonappropriated)

17. **Agreement with Police Guild** - Funding is provided for the collective bargaining agreement with Washington State University Police Guild, Bargaining Unit 4. The agreement includes a general wage increase of 3 percent, effective July 1, 2015, and a general wage increase of 1.8 percent, effective July 1, 2016. (General Fund-State, Institutions of Higher Education-Operating Fees Account-Nonappropriated)

18. **Compensation State Support** - Additional state support is provided to cover the cost of compensation.

19. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

20. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 a month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Washington State University

21. **H Ed: Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets or exceeds average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

22. **H Ed: Rep Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets or exceeds average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

Eastern Washington University

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**78,135**	**218,296**	**296,431**
2015 Supplemental *	-283	-6,223	-6,506
Total 2013-15 Biennium	**77,852**	**212,073**	**289,925**
2015-17 Maintenance Level	**82,387**	**226,880**	**309,267**
Policy Changes - Other			
1. Archives/Records Management	1	2	3
2. Legal Services	12	20	32
3. Office of Chief Information Officer	5	7	12
4. DES Central Services	3	4	7
5. Core Financial Systems Replacement	2	3	5
6. Fleet Program Rate Reduction	0	-2	-2
7. Time, Leave and Attendance System	3	4	7
8. College Affordability Program	11,557	-11,557	0
9. Degree Completion	1,500	0	1,500
Policy -- Other Total	**13,083**	**-11,519**	**1,564**
Policy Changes - Comp			
10. Agreement with WFSE	1,309	3,270	4,579
11. Compensation State Support	4,598	-4,598	0
12. General Wage Incr-State Employees	1,432	3,875	5,307
13. H Ed: Public Employee Benefits Rate	-70	-161	-231
14. H Ed: Rep Employee Benefits Rate	-40	-83	-123
Policy -- Comp Total	**7,229**	**2,303**	**9,532**
Total 2015-17 Biennium	**102,699**	**217,664**	**320,363**
Fiscal Year 2016 Total	46,907	111,441	158,348
Fiscal Year 2017 Total	55,792	106,223	162,015

Comments:

1. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

2. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

3. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

4. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

5. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

6. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

7. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

8. **College Affordability Program** - Funding is provided for the implementation of Chapter 36, Laws of 2015, 3rd sp. s. (2ESSB 5954). Starting in the 2015-16 academic year, the tuition operating fee is reduced by 5 percent from the 2014-15

Eastern Washington University

academic year level. In 2016-17, the tuition operating fee is reduced another 15 percent from the 2015-16 academic year. As required under the bill, state funds are provided for the estimated reduction in net revenues from the tuition reductions. The budgeted full-time equivalent enrollment assumed for the purposes of the 2015-17 backfill amounts pursuant to 2ESSB 5954 is 8,338 each fiscal year. (General Fund-State, Institution of Higher Education-Operating Fees Account)

9. **Degree Completion** - Funding is provided for Eastern Washington University (EWU) to expand student success and advising programs that lead to increased degree completion.

10. **Agreement with WFSE** - Funding is provided for the collective bargaining agreement between EWU and the Washington Federation of State Employees (WFSE). The agreement includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase between the greater of 1.8 percent or 1 percent plus $.11, effective July 1, 2016; a wage increase for employees making less than $15 per hour; a $150 signing bonus; and an increase in the ranges for selected classifications. (General Fund-State, Institutions of Higher Education-Dedicated Local Account-Nonappropriated, Institutions of Higher Education-Grant and Contracts Account-Nonappropriated, Institutions of Higher Education-Operating Fees Account-Nonappropriated)

11. **Compensation State Support** - Additional state support is provided to cover the cost of compensation.

12. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 a month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

13. **H Ed: Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets or exceeds average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

14. **H Ed: Rep Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets or exceeds average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

Central Washington University

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**78,296**	**246,774**	**325,070**
2015 Supplemental *	-248	-17,400	-17,648
Total 2013-15 Biennium	**78,048**	**229,374**	**307,422**
2015-17 Maintenance Level	**82,875**	**230,718**	**313,593**
Policy Changes - Other			
1. Archives/Records Management	1	2	3
2. Legal Services	9	15	24
3. Office of Chief Information Officer	3	6	9
4. DES Central Services	4	6	10
5. Core Financial Systems Replacement	2	4	6
6. Time, Leave and Attendance System	4	6	10
7. Self-Insurance Liability Premium	-12	-20	-32
8. College Affordability Program	13,389	-13,389	0
9. Degree Completion	1,500	0	1,500
Policy -- Other Total	**14,900**	**-13,370**	**1,530**
Policy Changes - Comp			
10. Agreement with WFSE	129	212	341
11. Agreement with PSE	132	215	347
12. Compensation State Support	3,654	-3,654	0
13. Nonrep Job Class Specific	8	18	26
14. General Wage Incr-State Employees	1,857	3,858	5,715
15. H Ed: Public Employee Benefits Rate	-100	-224	-324
16. H Ed: Rep Employee Benefits Rate	-27	-54	-81
Policy -- Comp Total	**5,653**	**371**	**6,024**
Total 2015-17 Biennium	**103,428**	**217,719**	**321,147**
Fiscal Year 2016 Total	46,485	111,178	157,663
Fiscal Year 2017 Total	56,943	106,541	163,484

Comments:

1. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

2. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

3. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

4. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

5. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

6. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

7. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in

Central Washington University

billings for the 2015-17 biennium.

8. **College Affordability Program** - Funding is provided for the implementation of Chapter 36, Laws of 2015, 3rd sp. s. (2ESSB 5954). Starting in the 2015-16 academic year, the tuition operating fee is reduced by 5 percent from the 2014-15 academic year level. In 2016-17, the tuition operating fee is reduced another 15 percent from the 2015-16 academic year. As required under the bill, state funds are provided for the estimated reduction in net revenues from the tuition reductions. The budgeted full-time equivalent enrollment assumed for the purposes of the 2015-17 backfill amounts pursuant to 2ESSB 5954 is 8,823 each fiscal year. (General Fund-State, Institution of Higher Education-Operating Fees Account)

9. **Degree Completion** - Funding is provided for Central Washington University (CWU) to expand student success and advising programs that lead to increased degree completion.

10. **Agreement with WFSE** - Funding is provided for the collective bargaining agreement between CWU and the Washington Federation of State Employees (WFSE). The agreement includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent effective July 1, 2016; an extension of call back pay to law enforcement officers; an increase in law enforcement officer footwear reimbursement; an increase in the hourly rate for shift premium; and an increase in the ranges for selected classifications. (General Fund-State, Institutions of Higher Education-Dedicated Local Account-Nonappropriated, Institutions of Higher Education-Grant and Contracts Account-Nonappropriated, Institutions of Higher Education-Operating Fees Account-Nonappropriated)

11. **Agreement with PSE** - Funding is provided for the collective bargaining agreement between Public School Employees of Washington (PSE) and CWU. The agreement includes a 2 percent increase in base wages, effective July 1, 2015; a 1.8 percent increase in base wages, effective July 1, 2016; a 2.5 percent salary adjustment for targeted classifications; and a change in standby pay rate. (General Fund-State, Institutions of Higher Education-Dedicated Local Account-Nonappropriated, Institutions of Higher Education-Grant and Contracts Account-Nonappropriated, Institutions of Higher Education-Operating Fees Account-Nonappropriated)

12. **Compensation State Support** - Additional state support is provided to cover the cost of compensation.

13. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

14. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 a month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

15. **H Ed: Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets or exceeds average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

16. **H Ed: Rep Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets or exceeds average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

The Evergreen State College

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**41,172**	**89,036**	**130,208**
2015 Supplemental *	-141	0	-141
Total 2013-15 Biennium	**41,031**	**89,036**	**130,067**
2015-17 Maintenance Level	**43,144**	**89,128**	**132,272**
Policy Changes - Other			
1. Archives/Records Management	1	1	2
2. Legal Services	6	10	16
3. Office of Chief Information Officer	1	2	3
4. DES Central Services	-1	0	-1
5. Core Financial Systems Replacement	1	2	3
6. Time, Leave and Attendance System	2	3	5
7. Self-Insurance Liability Premium	-6	-10	-16
8. College Affordability Program	4,296	-4,296	0
9. College Bound	94	0	94
10. Degree Completion	1,500	0	1,500
11. Early Start Act	71	0	71
12. Involuntary Treatment Act Study	121	0	121
13. Tuition Metric Study	40	0	40
14. Primary Care Study	590	0	590
15. Anti-Heroin Medicine Study	100	0	100
Policy -- Other Total	**6,816**	**-4,288**	**2,528**
Policy Changes - Comp			
16. Agreement with WFSE	326	532	858
17. Compensation State Support	1,805	-1,805	0
18. General Wage Incr-State Employees	746	1,439	2,185
19. H Ed: Public Employee Benefits Rate	-29	-61	-90
20. H Ed: Rep Employee Benefits Rate	-29	-53	-82
Policy -- Comp Total	**2,819**	**52**	**2,871**
Total 2015-17 Biennium	**52,779**	**84,892**	**137,671**
Fiscal Year 2016 Total	24,793	43,181	67,974
Fiscal Year 2017 Total	27,986	41,711	69,697

Comments:

1. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

2. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

3. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

4. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

5. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

The Evergreen State College

6. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

7. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

8. **College Affordability Program** - Funding is provided for the implementation of Chapter 36, Laws of 2015, 3rd sp. s. (2ESSB 5954). Starting in the 2015-16 academic year, the tuition operating fee is reduced by 5 percent from the 2014-15 academic year level. In 2016-17, the tuition operating fee is reduced another 15 percent from the 2015-16 academic year. As required under the bill, state funds are provided for the estimated reduction in net revenues from the tuition reductions. The budgeted full-time equivalent enrollment assumed for the purposes of the 2015-17 backfill amounts pursuant to 2ESSB 5954 is 2,927 each fiscal year. (General Fund-State, Institution of Higher Education-Operating Fees Account)

9. **College Bound** - Funding is provided to implement Chapter 244, Laws of 2015 (2SSB 5851). The bill requires the Washington State Institute for Public Policy (WSIPP) to complete an evaluation of the College Bound Scholarship Program and report to the Legislature by December 1, 2018.

10. **Degree Completion** - Funding is provided for Evergreen to expand student success and advising programs that lead to increased degree completion.

11. **Early Start Act** - Pursuant to Chapter 7, Laws of 2015, 3rd sp. s. (2ESHB 1491) funding is provided for the WSIPP to conduct a longitudinal analysis examining the relationships between the Early Achievers Program quality ratings and child outcomes.

12. **Involuntary Treatment Act Study** - Funding is provided to implement Chapter 269, Laws of 2015 (E2SSB 5649). The bill requires the WSIPP to complete a study by December 1, 2015, regarding the implementation of certain aspects of the Involuntary Treatment Act.

13. **Tuition Metric Study** - One-time funding is provided for the WSIPP to conduct a study on alternative tuition growth factors in addition to the median wage for the legislature to determine its preferred metric moving forward. The report is due December 1, 2015.

14. **Primary Care Study** - One-time funding is provided to the WSIPP to contract with an objective, non-partisan, nationally known organization to examine policy options for increasing the availability of primary care services in rural Washington.

15. **Anti-Heroin Medicine Study** - One-time funding is provided to review existing research literature and begin a four-year study to evaluate outcomes regarding the cost effectiveness of FDA approved long-acting injectable medications that are indicated for the treatment of alcohol and opiate dependence.

16. **Agreement with WFSE** - Funding is provided for the collective bargaining agreement between the Evergreen State College and the Washington Federation of State Employees (WFSE). The agreement includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase between the greater of 1.8 percent or 1 percent plus $20 per a month effective July 1, 2016; and an increase in the ranges for selected classifications. (General Fund-State, Institutions of Higher Education-Dedicated Local Account-Nonappropriated, Institutions of Higher Education-Grant and Contracts Account-Nonappropriated, Institutions of Higher Education-Operating Fees Account-Nonappropriated)

17. **Compensation State Support** - Additional state support is provided to cover the cost of compensation.

18. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 a month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

19. **H Ed: Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets or exceeds average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

20. **H Ed: Rep Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective

The Evergreen State College

bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets or exceeds average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

Western Washington University

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**100,757**	**265,813**	**366,570**
2015 Supplemental *	-336	-17,000	-17,336
Total 2013-15 Biennium	**100,421**	**248,813**	**349,234**
2015-17 Maintenance Level	**104,244**	**246,948**	**351,192**
Policy Changes - Other			
1. Archives/Records Management	1	2	3
2. Audit Services	0	-1	-1
3. Legal Services	12	19	31
4. Office of Chief Information Officer	4	6	10
5. DES Central Services	3	5	8
6. Core Financial Systems Replacement	2	3	5
7. Time, Leave and Attendance System	4	6	10
8. Self-Insurance Liability Premium	-17	-27	-44
9. Central Service Technical Adj	-127	-206	-333
10. College Affordability Program	17,743	-17,743	0
11. Cyber Security Program	1,540	0	1,540
Policy -- Other Total	**19,165**	**-17,936**	**1,229**
Policy Changes - Comp			
12. Agreement with WFSE	734	2,461	3,195
13. Agreement with PSE	931	2,729	3,660
14. Compensation State Support	6,112	-6,112	0
15. General Wage Incr-State Employees	2,091	4,866	6,957
16. H Ed: Public Employee Benefits Rate	-103	-228	-331
17. H Ed: Rep Employee Benefits Rate	-63	-125	-188
Policy -- Comp Total	**9,702**	**3,591**	**13,293**
Total 2015-17 Biennium	**133,111**	**232,603**	**365,714**
Fiscal Year 2016 Total	60,135	120,108	180,243
Fiscal Year 2017 Total	72,976	112,495	185,471

Comments:

1. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.

2. **Audit Services** - Agency budgets are adjusted to update each agency's allocated share of charges.

3. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

4. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

5. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

6. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

Western Washington University

7. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

8. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

9. **Central Service Technical Adj** - Long-standing interagency agreements between the agency and the Office of Attorney General (AGO) are incorporated into the 2015-17 central service model to reflect the agency's maintenance level budget for legal services. A reduction is made to the agency's budget that will be restored by an increase in the agency's central service model allocation for the AGO legal services. The combination of these actions is a net zero change in funds for the agency.

10. **College Affordability Program** - Funding is provided for the implementation of Chapter 36, Laws of 2015, 3rd sp. s. (2ESSB 5954). Starting in the 2015-16 academic year, the tuition operating fee is reduced by 5 percent from the 2014-15 academic year level. In 2016-17, the tuition operating fee is reduced another 15 percent from the 2015-16 academic year. As required under the bill, state funds are provided for the estimated reduction in net revenues from the tuition reductions. The budgeted full-time equivalent enrollment assumed for the purposes of the 2015-17 backfill amounts pursuant to 2ESSB 5954 is 10,850 each fiscal year. (General Fund-State, Institution of Higher Education-Operating Fees Account)

11. **Cyber Security Program** - Funding is provided to establish a computer and information systems security program at Olympic and Peninsula College. Of these funds, $280,000 are for one-time expenditures. The program is expected to enroll 30 FTEs beginning in FY 2017.

12. **Agreement with WFSE** - Funding is provided for the collective bargaining agreement between Western Washington University (WWU) and the Washington Federation of State Employees (WFSE). The agreement includes a general wage increase of 3 percent, effective July 1, 2015; and a general wage increase of 1.8 percent effective July 1, 2016. (General Fund-State, Institutions of Higher Education-Dedicated Local Account-Nonappropriated, Institutions of Higher Education-Grant and Contracts Account-Nonappropriated, Institutions of Higher Education-Operating Fees Account-Nonappropriated)

13. **Agreement with PSE** - Funding is provided for the collective bargaining agreement between Public School Employees of Washington (PSE) and WWU. The agreement includes a 3 percent increase in base wages, effective July 1, 2015; and a 1.8 percent increase in base wages, effective July 1, 2016. (General Fund-State, Institutions of Higher Education-Dedicated Local Account-Nonappropriated, Institutions of Higher Education-Grant and Contracts Account-Nonappropriated, Institutions of Higher Education-Operating Fees Account-Nonappropriated)

14. **Compensation State Support** - Additional state support is provided to cover the cost of compensation.

15. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 a month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

16. **H Ed: Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets or exceeds average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

17. **H Ed: Rep Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets or exceeds average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

Student Achievement Council

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**726,048**	**41,792**	**767,840**
2015 Supplemental *	-1,143	0	-1,143
Total 2013-15 Biennium	**724,905**	**41,792**	**766,697**
2015-17 Maintenance Level	**741,833**	**33,775**	**775,608**
Policy Changes - Other			
1. Opportunity Scholarship	41,000	0	41,000
2. Legal Services	1	1	2
3. Office of Chief Information Officer	1	1	2
4. CTS Central Services	9	9	18
5. DES Central Services	2	2	4
6. Core Financial Systems Replacement	2	1	3
7. Time, Leave and Attendance System	3	2	5
8. Self-Insurance Liability Premium	-4	-4	-8
9. Surplus Aerospace Loan Funds	-2,000	0	-2,000
10. College Affordability Program	-45,297	0	-45,297
11. High Achieving High School Students	98	0	98
12. Health Professionals Scholarship	0	1,720	1,720
13. Cont Future Teachers Program Susp	-2,000	0	-2,000
14. Cont WAVE and WA Scholars Susp	-8,422	0	-8,422
15. Cont Small Grant Programs Susp	-642	0	-642
Policy -- Other Total	**-17,249**	**1,732**	**-15,517**
Policy Changes - Comp			
16. Nonrep Job Class Specific	6	8	14
17. General Wage Incr-State Employees	293	288	581
18. H Ed: Public Employee Benefits Rate	-15	-16	-31
Policy -- Comp Total	**284**	**280**	**564**
Total 2015-17 Biennium	**724,868**	**35,787**	**760,655**
Fiscal Year 2016 Total	371,128	17,781	388,909
Fiscal Year 2017 Total	353,740	18,006	371,746

Comments:

1. **Opportunity Scholarship** - Funding is provided for state match requirements in FY 2016 and expected state match requirements in FY 2017.

2. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

3. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

4. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

5. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

6. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

Student Achievement Council

7. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

8. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

9. **Surplus Aerospace Loan Funds** - The Aerospace Loan Program provides low-interest loans to students who are enrolled in authorized aerospace training or education programs. The program was designed to be self-sustaining after initial funding as loan recipients finished training and began repayment. The annual appropriation for aerospace loans increased from $250,000 to $1.25 million beginning in FY 2013. Appropriations for the 2015-17 biennium are reduced to $250,000 per fiscal year. This funding, combined with repayments from earlier loan recipients, provide sufficient support for the program.

10. **College Affordability Program** - Funding for the State Need Grant program and the College Bound Scholarship program is reduced due to a decrease in tuition operating fee levels under Chapter 36, Laws of 2015, 3rd sp. s. (2ESSB 5954). As a result, each program's award amounts are reduced due to lower tuition and fees.

11. **High Achieving High School Students** - Funding is provided for Washington Student Achievement Council to design and implement a program that provides customized information about post-secondary education to high achieving, low-income high school students.

12. **Health Professionals Scholarship** - A total of $9.6 million in funding from excess fund balance coupled with $7.6 million in the maintenance level budget is provided to increase the number of licensed primary care health professionals serving in critical shortage areas. (General Fund-State, Health Professions Loan)

13. **Cont Future Teachers Program Susp** - The Future Teachers Conditional Scholarship and Loan Repayment Program was suspended in the 2011-13 and 2013-15 biennia. The 2015-17 budget continues the suspension. Funds restored in 2015-17 carryforward level are captured as savings.

14. **Cont WAVE and WA Scholars Susp** - The Washington Scholars and the Washington Awards for Vocational Excellence (WAVE) Programs were suspended in the 2011-13 and 2013-15 biennia. The 2015-17 budget continues the suspension. Funds restored in 2015-17 carryforward level are captured as savings.

15. **Cont Small Grant Programs Susp** - Since FY 2011, the state has suspended funding for the Community Scholarship Matching Grants and the Foster Care Endowed Scholarship. The 2015-17 biennial budget continues the suspension. Funds restored in the 2015-17 carryforward level are captured as savings.

16. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

17. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 a month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

18. **H Ed: Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets or exceeds average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

OTHER EDUCATION

Department of Early Learning

A total of $621.9 million ($301.1 million General Fund-State and Opportunity Pathways) is provided to the department for developing, implementing, and coordinating early learning programs for children from birth to five years of age. This represents of increase of $151.6 million (32 percent) in total funds and $128.2 million (74 percent) in near General Fund-State and Opportunity Pathways above amounts appropriated in the 2013-15 operating budget.

Chapter 7, Laws of 2015, 3rd Special Session (2E2SHB 1491) expanded the Early Achievers Program and required child care facilities and early learning programs receiving state funds to participate in the Early Achievers Program. The 2015-17 operating budget provides an additional $91.8 million General Fund-State to implement 2E2SHB 1491. This includes $22 million General Fund-State for additional Working Connections Child Care (WCCC) subsidies to support the twelve month WCCC eligibility provisions required in the Early Start Act. Twelve month eligibility will begin on July 1, 2016.

An additional $40.9 million General Fund-State is provided for the Early Childhood Education and Assistance Program (ECEAP), which provides pre-school and wrap-around services to low-income children. These funds will support an additional 1,600 part-day (2.5 hour) ECEAP slots and maintain the 1,359 full day (6 hour) and 567 extended-day (10 hour) slots added in fiscal year 2015. Chapter 7, Laws of 2015, 3rd Special Session (2E2SHB 1491) delayed full statewide implementation of ECEAP from the 2018-19 school year to the 2020-21 school year; and removed the requirement that ECEAP be phased in incrementally.

An increase of $6.5 million General Fund-State is provided for a 2 percent base rate increase for seasonal and homeless child care providers in fiscal year 2017, tiered reimbursement in fiscal year 2016 for child care providers participating in the Early Achievers Program, and other items negotiated as part of the Service Employees International Union (SEIU), local 925 collective bargaining agreement. The funds appropriated to the department represent approximately 37 percent of the total $17.4 million General Fund-State provided in the 2015-17 operating budget for these purposes. The remaining funds are provided to Children and Family Services and the Economic Services Administration both housed within the Department of Social and Health Services.

Other program increases include:

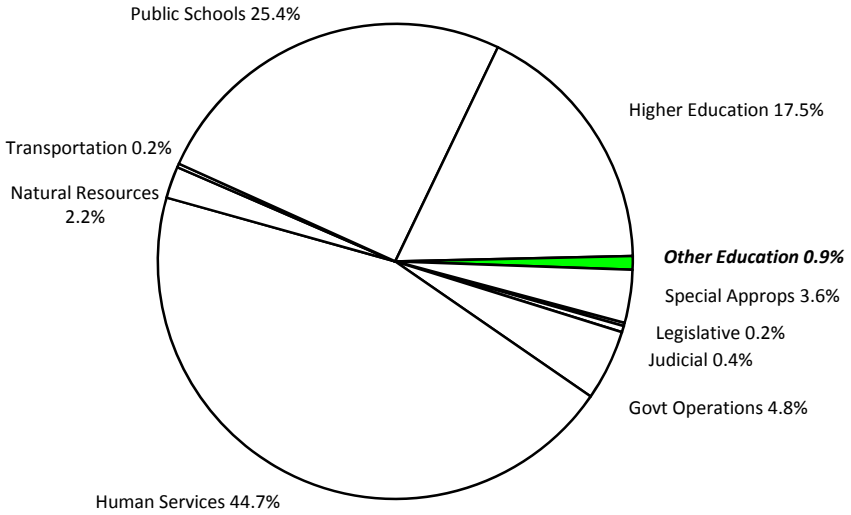
- A $2 million increase for home visiting services provided through the Home Visiting Services Account (HVSA) from the dedicated Marijuana account.
- A $4 million increase for early intervention assessment and services, such as physical and speech therapy is provided through the state general fund.

2015-17 Washington State Omnibus Operating Budget

Total Budgeted Funds

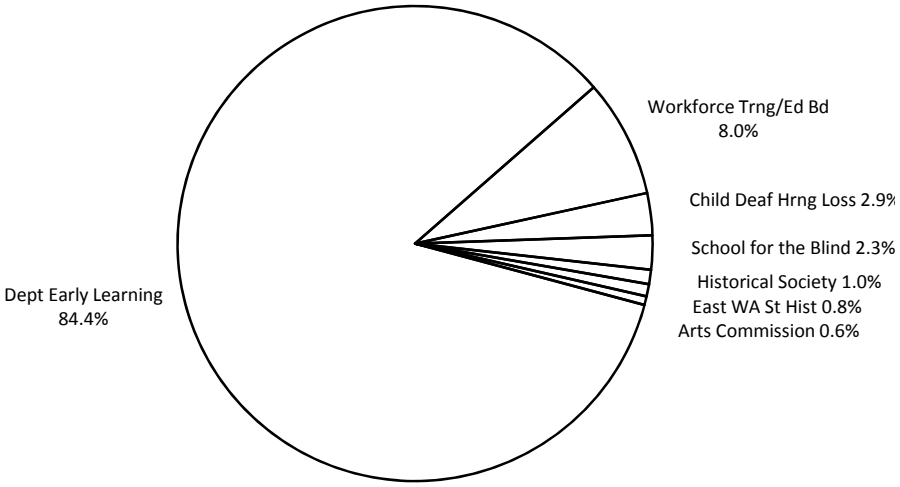
(Dollars in Thousands)

Legislative	173,930
Judicial	337,921
Governmental Operations	3,792,924
Human Services	35,266,422
Natural Resources	1,713,043
Transportation	195,359
Public Schools	20,008,166
Higher Education	13,826,980
Other Education	***736,946***
Special Appropriations	2,836,614
Statewide Total	**78,888,305**



Washington State

Dept Early Learning	621,955
Workforce Trng/Ed Bd	59,049
Child Deaf Hrng Loss	21,145
School for the Blind	17,162
Historical Society	7,154
East WA State Hist Society	6,097
Arts Commission	4,384
Other Education	***736,946***



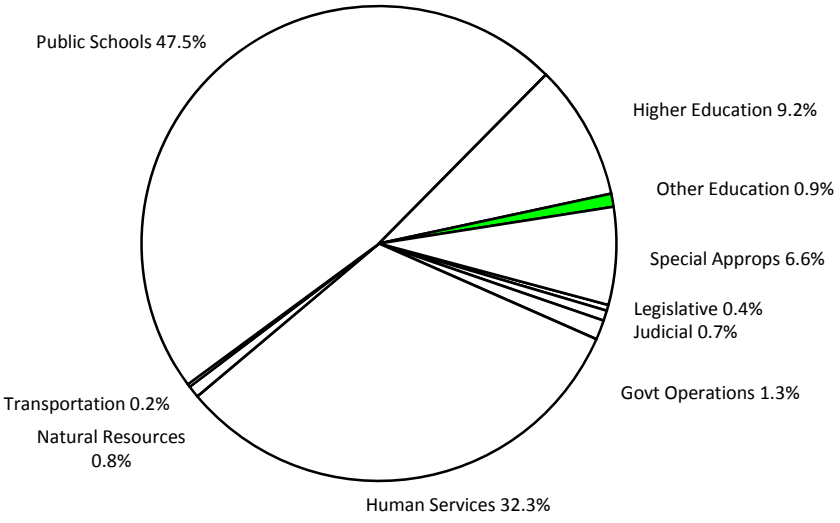
Other Education

2015-17 Washington State Omnibus Operating Budget

NGF-S + Opportunity Pathways

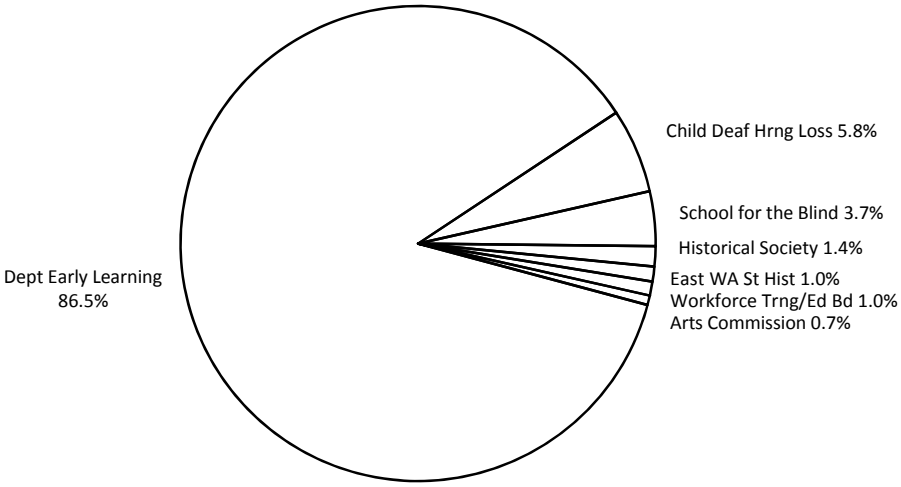
(Dollars in Thousands)

Legislative	153,796
Judicial	267,132
Governmental Operations	510,107
Human Services	12,333,779
Natural Resources	308,873
Transportation	80,612
Public Schools	18,156,830
Higher Education	3,525,134
Other Education	***347,928***
Special Appropriations	2,534,988
Statewide Total	**38,219,179**



Washington State

Dept Early Learning	301,079
Child Deaf Hrng Loss	20,039
School for the Blind	12,944
Historical Society	4,764
East WA State Hist Society	3,522
Workforce Trng/Ed Bd	3,314
Arts Commission	2,266
Other Education	***347,928***



Other Education

State School for the Blind

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**11,727**	**4,045**	**15,772**
2015 Supplemental *	101	0	101
Total 2013-15 Biennium	**11,828**	**4,045**	**15,873**
2015-17 Maintenance Level	**12,332**	**4,168**	**16,500**
Policy Changes - Other			
1. Office of Chief Information Officer	1	0	1
2. DES Central Services	6	0	6
3. Core Financial Systems Replacement	3	0	3
4. Fleet Program Rate Reduction	-4	0	-4
5. Time, Leave and Attendance System	5	0	5
6. Self-Insurance Liability Premium	-3	0	-3
7. Birth to Three Services	250	0	250
Policy -- Other Total	**258**	**0**	**258**
Policy Changes - Comp			
8. Adjust Compensation Double Count	-66	-43	-109
9. State Public Employee Benefits Rate	-3	-1	-4
10. WFSE General Government	201	20	221
11. State Represented Emp Benefits Rate	-21	-5	-26
12. WPEA General Government	130	63	193
13. General Wage Incr-State Employees	113	16	129
Policy -- Comp Total	**354**	**50**	**404**
Total 2015-17 Biennium	**12,944**	**4,218**	**17,162**
Fiscal Year 2016 Total	6,409	2,086	8,495
Fiscal Year 2017 Total	6,535	2,132	8,667

Comments:

1. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

2. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

3. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

4. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

5. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

6. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

7. **Birth to Three Services** - Funding is provided to improve statewide coordination of services for blind and visually impaired infants and toddlers. This funding will support efforts to identify these infants and toddlers and to connect them with available state and federal services.

8. **Adjust Compensation Double Count** - Funding is provided for staff covered by Initiative 732 at the higher level of the general wage increases, 3 percent in FY 2016 and 1 percent in FY 2017,

State School for the Blind

plus an additional 0.8 percent or $20 per month. The funding provided in the maintenance level budget for the lower I-732 raises is offset so that it is not included twice.

9. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

10. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

11. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

12. **WPEA General Government** - Funding is provided for the collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; and an additional in-service day for the Washington State School for the Blind and Center for Childhood Deafness and Hearing Loss. (General Fund-State, Various Other Accounts)

13. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Center for Childhood Deafness & Hearing Loss

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**17,286**	**568**	**17,854**
2015 Supplemental *	353	0	353
Total 2013-15 Biennium	**17,639**	**568**	**18,207**
2015-17 Maintenance Level	**17,865**	**568**	**18,433**
Policy Changes - Other			
1. Legal Services	2	0	2
2. Office of Chief Information Officer	1	0	1
3. DES Central Services	6	0	6
4. Core Financial Systems Replacement	3	0	3
5. Fleet Program Rate Reduction	-2	0	-2
6. Time, Leave and Attendance System	6	0	6
7. Educational Supports	930	0	930
8. High School Requirements	550	0	550
9. Birth to Three Specialist	150	0	150
10. Outreach Services	0	538	538
Policy -- Other Total	**1,646**	**538**	**2,184**
Policy Changes - Comp			
11. Adjust Compensation Double Count	-100	0	-100
12. State Public Employee Benefits Rate	-4	0	-4
13. WFSE General Government	381	0	381
14. State Represented Emp Benefits Rate	-33	0	-33
15. WPEA General Government	192	0	192
16. General Wage Incr-State Employees	92	0	92
Policy -- Comp Total	**528**	**0**	**528**
Total 2015-17 Biennium	**20,039**	**1,106**	**21,145**
Fiscal Year 2016 Total	9,953	553	10,506
Fiscal Year 2017 Total	10,086	553	10,639

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

3. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

4. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

5. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.

6. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

7. **Educational Supports** - Funding is increased at the Vancouver school for additional instructional and support staff at the

Center for Childhood Deafness & Hearing Loss

elementary- and secondary- school levels. Two classroom aides are added to support instruction and provide safety measures in the elementary department. An American Sign Language (ASL) teacher is added to serve students with severely delayed language development. A pool of job coaches is created to provide high school students with support and guidance as they seek employment and internships. A multi-lingual parent engagement coordinator is added to connect and communicate with Spanish-speaking families. Funding is also provided to update curriculum and technology to align with new state standards in English, math, and science.

8. **High School Requirements** - The state revised the minimum number of high school credits necessary to earn a diploma as well as the minimum hours of instruction for students in grades 9 through 12. The Center for Childhood Deafness and Hearing Loss (CDHL) will partner with Vancouver Public Schools for career and technical education (CTE) and lab science courses to ensure students have access to the content. Funding is provided for transportation and ASL interpreters. Funding is also provided to add six school days for CDHL to provide high school students with increased hours of instruction.

9. **Birth to Three Specialist** - Funding is provided to improve statewide coordination of services for deaf and hearing impaired infants and toddlers. This increased funding will support efforts to identify these infants and toddlers and to connect them with available state and federal services.

10. **Outreach Services** - The speech-language pathologist and ASL Specialist positions are created as members of the statewide outreach education support services team. The CDHL provides outreach services to deaf and hard of hearing students served by their school districts. These additional staff are trained to address the distinctive language needs of K-12 students who are deaf and hard of hearing and are also able to communicate directly with students using ASL. (Center for Childhood Deafness and Hearing Loss Account-State)

11. **Adjust Compensation Double Count** - Funding is provided for staff covered by Initiative 732 at the higher level of the general wage increases, 3 percent in FY 2016 and 1 percent in FY 2017, plus an additional 0.8 percent or $20 per month. The funding provided in the maintenance level budget for the lower I-732 raises is offset so that it is not included twice.

12. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

13. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

14. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

15. **WPEA General Government** - Funding is provided for the collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 per month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; and an additional in-service day for the Washington State School for the Blind and CDHL. (General Fund-State, Various Other Accounts)

16. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented

Center for Childhood Deafness & Hearing Loss

by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Workforce Training & Education Coordinating Board

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**2,980**	**55,357**	**58,337**
2015-17 Maintenance Level	**2,808**	**55,506**	**58,314**
Policy Changes - Other			
1. Legal Services	1	1	2
2. CTS Central Services	1	0	1
3. DES Central Services	2	2	4
4. Withdrawal from DES Small Agy Svcs	179	164	343
5. Time, Leave and Attendance System	1	0	1
6. Monitor Private Vocational Schools	212	0	212
Policy -- Other Total	**396**	**167**	**563**
Policy Changes - Comp			
7. State Public Employee Benefits Rate	-4	0	-4
8. WFSE General Government	52	37	89
9. State Represented Emp Benefits Rate	-3	-1	-4
10. General Wage Incr-State Employees	65	26	91
Policy -- Comp Total	**110**	**62**	**172**
Total 2015-17 Biennium	**3,314**	**55,735**	**59,049**
Fiscal Year 2016 Total	1,646	26,323	27,969
Fiscal Year 2017 Total	1,668	29,412	31,080

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

3. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

4. **Withdrawal from DES Small Agy Svcs** - The agency is no longer a subscriber of Small Agency Financial Services at DES. Expenditure authority previously allocated through the central services model is returned to the agency's base budget to manage its back office financial functions.

5. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

6. **Monitor Private Vocational Schools** - The Workforce Board is provided 1 FTE staff for the consumer protection unit that licenses and monitors more than 300 private vocational schools in Washington. This position will be supported by fees through vocational school licensing revenue deposited in the general fund. There has been a 27 percent growth in the number of private vocational schools in recent years.

7. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

Workforce Training & Education Coordinating Board

8. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees (WFSE), which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

9. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

10. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 a month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Department of Early Learning

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**162,941**	**321,274**	**484,215**
2015 Supplemental *	778	3,228	4,006
Total 2013-15 Biennium	**163,719**	**324,502**	**488,221**
2015-17 Maintenance Level	**170,991**	**319,599**	**490,590**
Policy Changes - Other			
1. Family Child Care Providers	4,526	0	4,526
2. Child Care Center Providers	1,979	0	1,979
3. CTS Rate Adjustment	0	-8	-8
4. Archives/Records Management	0	2	2
5. Audit Services	0	-1	-1
6. Legal Services	6	64	70
7. Office of Chief Information Officer	1	6	7
8. Administrative Hearings	1	13	14
9. CTS Central Services	2	25	27
10. DES Central Services	1	12	13
11. Core Financial Systems Replacement	1	7	8
12. Fleet Program Rate Reduction	0	-8	-8
13. Time, Leave and Attendance System	14	0	14
14. Self-Insurance Liability Premium	-11	-122	-133
15. Early Start Act	21,688	0	21,688
16. Maintain Current Full Day ECEAP	7,254	0	7,254
17. Maintain Current Extended Day ECEAP	9,400	0	9,400
18. Maintain ECLIPSE (MTCC) Prog.	2,152	-2,152	0
19. Fatality Review	93	0	93
20. Utilize I-502 Funds	-1,434	0	-1,434
21. Early Achievers Sustainability	43,436	0	43,436
22. Early Achievers TR for Centers	3,011	0	3,011
23. Early Achievers TR for LFH	1,506	0	1,506
24. WCCC 12 Month Eligibility - TR	346	0	346
25. WCCC 12 Month Eligibility - Lvl 2	283	0	283
26. ECEAP Expansion	24,250	0	24,250
27. Early Intervention	4,000	0	4,000
28. Reach Out and Read	300	0	300
29. HomeVisiting Programs	0	2,000	2,000
Policy -- Other Total	**122,805**	**-162**	**122,643**
Policy Changes - Comp			
30. State Public Employee Benefits Rate	-1	-9	-10
31. WFSE General Government	190	1,286	1,476
32. State Represented Emp Benefits Rate	-10	-66	-76
33. General Wage Incr-State Employees	42	228	270
Policy -- Comp Total	**221**	**1,439**	**1,660**
Policy Changes - Transfers			
34. EA Level 2 payments	7,062	0	7,062
Policy -- Transfer Total	**7,062**	**0**	**7,062**
Total 2015-17 Biennium	**301,079**	**320,876**	**621,955**

Department of Early Learning

(Dollars in Thousands)

	NGF-P	Other	Total
Fiscal Year 2016 Total	143,697	161,027	304,724
Fiscal Year 2017 Total	157,382	159,849	317,231

Comments:

1. **Family Child Care Providers** - Funding is provided for an arbitration award that includes an increase in the base hourly rate for unlicensed providers known as family, friends, and neighbors (FFN); an enhanced hourly rate for all FFN providers who meet specified training requirements; and other agreed-upon terms.
2. **Child Care Center Providers** - Funding is provided for a 2 percent base rate increase for center-based seasonal and homeless child care providers in FY 2017, tiered reimbursement funding for FY 2016, and the incremental impact of the 2 percent base rate increase on level 2 payments for seasonal and homeless child care.
3. **CTS Rate Adjustment** - Funding is reduced in agency budgets to reflect adjustments to various rates that the Consolidated Technology Services (CTS) charges agencies.
4. **Archives/Records Management** - Funding is adjusted in agencies' budgets to reflect adjustments to rates related to archives and records management through the Secretary of State's Office.
5. **Audit Services** - Agency budgets are adjusted to update each agency's allocated share of charges.
6. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.
7. **Office of Chief Information Officer** - Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.
8. **Administrative Hearings** - Agency budgets are adjusted to update each agency's allocated share of charges.
9. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from CTS to reflect an increase in business continuity/disaster recovery costs.
10. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.
11. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.
12. **Fleet Program Rate Reduction** - Agency budgets are adjusted to reflect reduced costs for the Department of Enterprise Services' fleet program.
13. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.
14. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.
15. **Early Start Act** - Funding is provided to implement Chapter 7, Laws 2015, 3rd sp.s. (2ESHB 1491).
16. **Maintain Current Full Day ECEAP** - Funding is provided to maintain the current 1,359 full-day Early Childhood Education and Assistance Program (ECEAP) slots added in FY 2015.
17. **Maintain Current Extended Day ECEAP** - Funding is provided to maintain the current 567 extended-day ECEAP slots added in FY 2015.
18. **Maintain ECLIPSE (MTCC) Prog.** - Additional one-time state funding is provided in FY 2016 to continue delivering the Early Childhood Intervention Prevention Services program (ECLIPSE formerly known as the Medicaid Treatment Child Care [MTCC] Program). Use of federal Medicaid dollars to support this program has been disallowed. The ECLIPSE Program provides early intervention and treatment for children exposed to environmental, familial, and biological risk factors that impact development, behavior, and mental health. (General Fund-State, General Fund-Federal)
19. **Fatality Review** - Pursuant to Chapter 199, Laws of 2015 (ESHB 1126), funding is provided for the Department of Early Learning (DEL) to conduct reviews of child fatalities or near fatalities in licensed child care and early learning program settings.
20. **Utilize I-502 Funds** - Existing funding for home visiting is shifted to funds provided by I-502. A like amount of funding is provided to DEL from the Division of Behavioral Health and Recovery through an interagency agreement.

Department of Early Learning

21. **Early Achievers Sustainability** - Funding and FTE staff are provided to maintain the Early Achievers Quality Rating and Improvement System, previously funded by a four-year federal Race to the Top-Early Learning Challenge Grant.

22. **Early Achievers TR for Centers** - Funding is provided in FY 2017 for tiered reimbursement for child care center providers participating in Early Achievers.

23. **Early Achievers TR for LFH** - Funding is provided in FY 2017 for tiered reimbursement for family child care providers participating in Early Achievers.

24. **WCCC 12 Month Eligibility - TR** - Funding is provided for additional tiered reimbursement costs resulting from 12-month Working Connection Child Care (WCCC) eligibility.

25. **WCCC 12 Month Eligibility - Lvl 2** - Funding is provided for additional level 2 payments resulting from 12-month WCCC eligibility.

26. **ECEAP Expansion** - Additional slots are added to the Early Childhood Education and Assistance program (ECEAP), which provides pre-school and wrap-around services to low-income children. An additional 1,600 2.5 hour standard ECEAP slots are provided in FY 2016 and maintained in FY 2017. All new slots are funded at the current rate of $7,578 per slot per year. (Education Legacy Trust Account-State)

27. **Early Intervention** - Funding for early intervention assessment and services, such as physical and speech therapy, is increased. Increased funding will support approximately 1,500 more children. (Education Legacy Trust Account-State)

28. **Reach Out and Read** - One-time funding is provided for the Department of Early Learning (DEL) to increase the Reach Out and Read contract to $300,000 in FY 2016 and $300,000 in FY 2017. Reach Out and Read provides services that promote early literacy by giving new books to children during pediatric doctor visits and advising parents about the importance of reading. (General Fund-State)

29. **HomeVisiting Programs** - Funding is provided to expand home visiting services. $2 million from the Dedicated Marijuana Account will be transferred into the Home Visiting Services Account-State by the Division of Behavioral Health and Recovery for this purpose (Home Visiting Services Account-State).

30. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

31. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

32. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

33. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

34. **EA Level 2 payments** - Funding for Early Achievers level 2 payments is transferred from the Economic Services Administration to DEL.

Early Childhood Education and Assistance Program

WORKLOAD HISTORY

By Fiscal Year

	2013	2014	2015	2016	2017
Part Day (2.5 hours)			8,165	9,765	9,765
Full Day (6 hours)			1,359	1,359	1,359
Extended Day (10 hours)			567	567	567
Total Slots	8,391	8,741	10,091	11,691	11,691
% Change from prior year	0.0%	4.2%	15.4%	15.9%	0.0%

Data Sources:

Actuals are based on the total number of slots funded in each year's budget.

Washington State Arts Commission

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**2,186**	**2,100**	**4,286**
2015 Supplemental *	12	0	12
Total 2013-15 Biennium	**2,198**	**2,100**	**4,298**
2015-17 Maintenance Level	**2,194**	**2,104**	**4,298**
Policy Changes - Other			
1. Legal Services	1	0	1
2. CTS Central Services	1	0	1
3. DES Central Services	7	0	7
4. Time, Leave and Attendance System	1	0	1
5. Equipment Replacement Costs	12	0	12
Policy -- Other Total	**22**	**0**	**22**
Policy Changes - Comp			
6. State Public Employee Benefits Rate	-3	-1	-4
7. WFSE General Government	13	6	19
8. State Represented Emp Benefits Rate	0	-1	-1
9. General Wage Incr-State Employees	40	10	50
Policy -- Comp Total	**50**	**14**	**64**
Total 2015-17 Biennium	**2,266**	**2,118**	**4,384**
Fiscal Year 2016 Total	1,118	1,059	2,177
Fiscal Year 2017 Total	1,148	1,059	2,207

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

3. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

4. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

5. **Equipment Replacement Costs** - Funding is provided for lease agreements with the Department of Enterprise Services and Consolidated Technology Services for computers and servers.

6. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

7. **WFSE General Government** - Funding is provided for the collective bargaining agreement with Washington Federation of State Employees, which includes a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for all employees who earn $2,500 a month or more, effective July 1, 2016; a general wage increase of 1 percent plus

Washington State Arts Commission

a $20 per month increase for all employees who earn less than $2,500 per month, effective July 1, 2016; salary adjustments for targeted classifications; hazard pay for designated night crews; and assignment pay in designated areas. (General Fund-State, Various Other Accounts)

8. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

9. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Washington State Historical Society

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**4,263**	**2,297**	**6,560**
2015-17 Maintenance Level	**4,388**	**2,333**	**6,721**
Policy Changes - Other			
1. Legal Services	2	0	2
2. CTS Central Services	2	0	2
3. DES Central Services	2	0	2
4. Core Financial Systems Replacement	1	0	1
5. Time, Leave and Attendance System	2	0	2
6. Self-Insurance Liability Premium	-1	0	-1
7. Reduce IT Maintenance	-40	0	-40
8. WA Womens History Consortium	300	0	300
Policy -- Other Total	**268**	**0**	**268**
Policy Changes - Comp			
9. State Public Employee Benefits Rate	-7	-3	-10
10. Nonrep Job Class Specific	0	10	10
11. General Wage Incr-State Employees	115	50	165
Policy -- Comp Total	**108**	**57**	**165**
Total 2015-17 Biennium	**4,764**	**2,390**	**7,154**
Fiscal Year 2016 Total	2,352	1,193	3,545
Fiscal Year 2017 Total	2,412	1,197	3,609

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **CTS Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges from Consolidated Technology Services (CTS) to reflect an increase in business continuity/disaster recovery costs.

3. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

4. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

5. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

6. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

7. **Reduce IT Maintenance** - Funding is reduced for information technology maintenance.

8. **WA Womens History Consortium** - Funds are provided to the Washington State Historical Society to restore the Washington Women's History Consortium. Funds must be used for staff, professional archiving, public programs and exhibits, and information technology investments to enable the Society to restore its central database of women's history.

9. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per

Washington State Historical Society

month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

10. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

11. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

Eastern Washington State Historical Society

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**3,182**	**2,529**	**5,711**
2015 Supplemental *	-1	0	-1
Total 2013-15 Biennium	**3,181**	**2,529**	**5,710**
2015-17 Maintenance Level	**3,429**	**2,544**	**5,973**
Policy Changes - Other			
1. Legal Services	1	0	1
2. DES Central Services	8	0	8
3. Core Financial Systems Replacement	1	0	1
4. Time, Leave and Attendance System	2	0	2
5. Self-Insurance Liability Premium	-7	0	-7
6. Insurance Savings	-14	0	-14
Policy -- Other Total	**-9**	**0**	**-9**
Policy Changes - Comp			
7. State Public Employee Benefits Rate	-7	-1	-8
8. Nonrep Job Class Specific	10	4	14
9. General Wage Incr-State Employees	99	28	127
Policy -- Comp Total	**102**	**31**	**133**
Total 2015-17 Biennium	**3,522**	**2,575**	**6,097**
Fiscal Year 2016 Total	1,714	1,282	2,996
Fiscal Year 2017 Total	1,808	1,293	3,101

Comments:

1. **Legal Services** - Agency budgets are adjusted to align with expected billings for legal services in the 2015-17 biennium.

2. **DES Central Services** - Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

3. **Core Financial Systems Replacement** - Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

4. **Time, Leave and Attendance System** - The agency's budget is adjusted to reflect each agency's allocated share of debt service to pre-pay the certificate of participation issued for the Time, Leave and Attendance system, which is discontinued.

5. **Self-Insurance Liability Premium** - Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

6. **Insurance Savings** - Savings on insurance premiums is assumed through restructuring existing insurance coverage.

7. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

8. **Nonrep Job Class Specific** - Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, Various Other Accounts)

Eastern Washington State Historical Society

9. **General Wage Incr-State Employees** - Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn $2,500 per month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a $20 per month increase for employees who earn less than $2,500 per month, effective July 1, 2016. This item includes general government workers. (General Fund-State, Various Other Accounts)

SPECIAL APPROPRIATIONS

(Non-Compensation Related Items)

LEAN Management Practices
Savings of $25 million General Fund-State are achieved by agencies implementing additional LEAN management practices and other efficiency steps. Institutions of higher education are excluded from the reduction and efficiency targets. The Office of Financial Management (OFM) must provide progress reports to the fiscal committees of the Legislature at least every six months, beginning January 1, 2016. Additionally, the Office of Chief Information Officer is directed to integrate LEAN principles into all major information technology initiatives.

Information Technology Pool
Funding of $25 million General Fund-State is transferred into the new non-appropriated Information Technology Investment Revolving Fund to be allocated by OFM to state agencies to fund up to 25 information technology projects during the 2015-17 biennium. In order to receive funding, the state agency must submit a technology budget, an investment plan and certifications from the state chief information officer that the project is consistent with state policy and has adequate management and oversight. Additional review and scrutiny is applied to projects that exceed $2 million in total funds or require more than one biennium to complete. In addition, sufficient funding must be reserved to ensure that eleven selected projects are implemented. A document listing projects included in the pool is available on the LEAP website.

Emergency Drought Funding
An appropriation of $14 million General Fund-State is made for fiscal year 2016 into the State Drought Preparedness Account. Funds will be used to support state agencies and local government entities to mitigate the effect of a statewide drought, which was declared by the Governor on May 15, 2015.

Local Government Distribution for Marijuana Enforcement
Chapter 4, Laws of 2015, 2nd sp.s. (2E2SHB 2136) enacted comprehensive reforms to ensure a well-regulated and taxed marijuana market in Washington State. $12 million General Fund-State is provided to local governments for marijuana enforcement to implement these reforms.

Cancer Research Endowment
Chapter 34, 2015, Laws of 2015 3rd sp.s. (ESSB 6096) creates the cancer research endowment authority to make grants to private and public entities for the promotion of cancer research conducted in the state. $5 million in General Fund-State funds is appropriated into the Cancer Research Endowment Fund Match Transfer Account, which will be used to match private donations made to the authority.

No Child Left Inside -
Funding of $1 million General Fund-State is provided for the Outdoor Education and Recreation Grant program in the State Parks and Recreation Commission pursuant to Chapter 245, Laws of 2015 (ESSB 5843). This program, known as "No Child Left Inside," provides grants for public agencies, private nonprofit organizations, after-school programs, and community-based programs that offer outdoor education opportunities to schools that are fully aligned with the state's essential academic learning requirements.

Gambling Commission
A transfer of $1 million from non-appropriated State Lottery Account funds was made into the non-appropriated Gambling Revolving Fund to support the Gambling Commission's regulation and law enforcement programs. The transfer was authorized in Chapter 31, Laws of 2015, 3rd Sp.s. (SSB 5681).

Legal Financial Obligations
Grants to county clerks for collecting legal financial obligations owed to the state and local governments and crime victims totaling $981,000 General Fund-State will no longer be dispersed to counties through the Administrative Office of the Courts, but will instead be distributed directly to local governments.

Extraordinary Criminal Justice Cost
OFM will distribute $246,000 to Jefferson County and $154,000 to Mason County for extraordinary criminal justice costs in aggravated murder cases.

Family Assessment Response
Funding is appropriated into the Child and Family Reinvestment Account to support implementation and maintenance of the Family Assessment Response within the Department of Social and Health Services. The savings due to anticipated foster care caseload reductions have not yet been realized; $6.3 million is provided to continue the program.

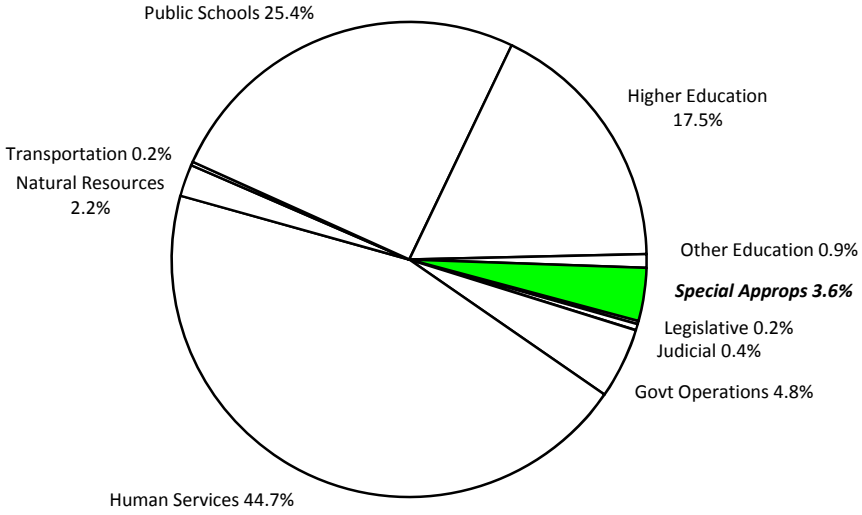
Debt Service
From the state general fund, $36.8 million is provided for debt service incurred from issuing new debt to support the 2015-17 biennial capital budget.

2015-17 Washington State Omnibus Operating Budget

Total Budgeted Funds

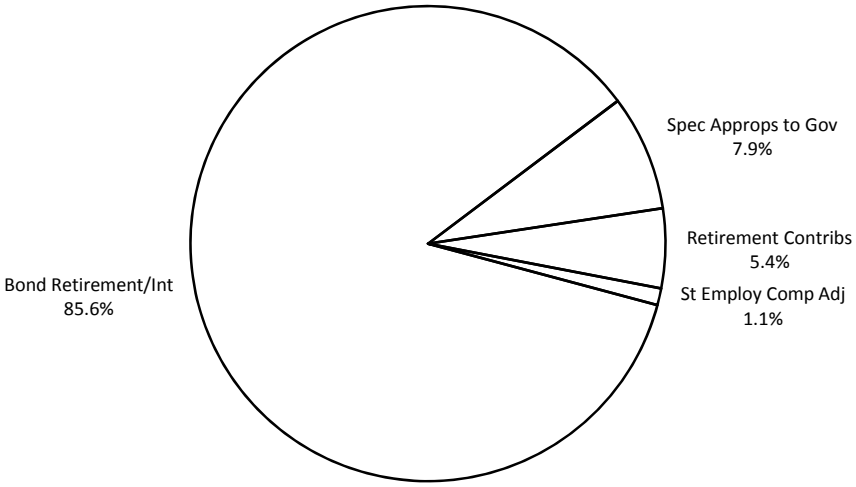
(Dollars in Thousands)

Legislative	173,930
Judicial	337,921
Governmental Operations	3,792,924
Human Services	35,266,422
Natural Resources	1,713,043
Transportation	195,359
Public Schools	20,008,166
Higher Education	13,826,980
Other Education	736,946
Special Appropriations	***2,836,614***
Statewide Total	**78,888,305**



Washington State

Bond Retire/Int	2,427,080
Spec Approps to Gov	223,375
Retirement Contributions	153,600
St Employ Comp Adj	32,559
Special Appropriations	***2,836,614***



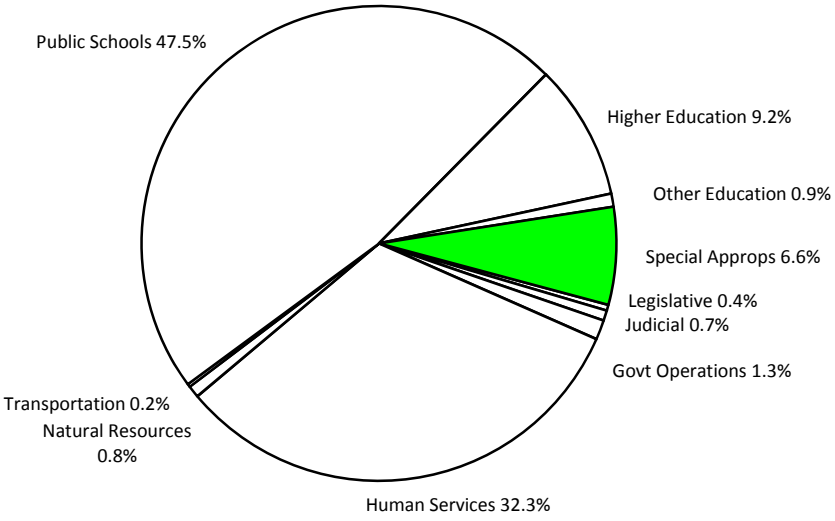
Special Appropriations

2015-17 Washington State Omnibus Operating Budget

NGF-S + Opportunity Pathways

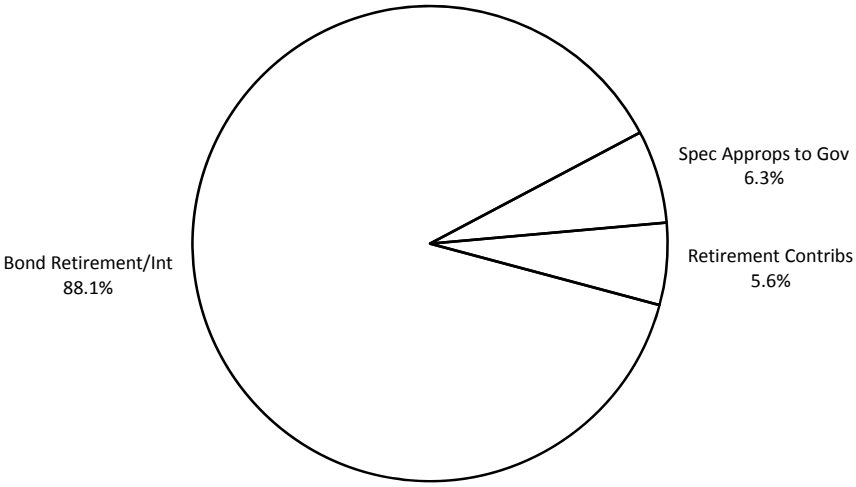
(Dollars in Thousands)

Legislative	153,796
Judicial	267,132
Governmental Operations	510,107
Human Services	12,333,779
Natural Resources	308,873
Transportation	80,612
Public Schools	18,156,830
Higher Education	3,525,134
Other Education	347,928
Special Appropriations	***2,534,988***
Statewide Total	**38,219,179**



Washington State

Bond Retire/Int	2,232,970
Spec Approps to Gov	160,418
Retirement Contributions	141,600
Special Appropriations	***2,534,988***



Special Appropriations

Bond Retirement and Interest

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**1,847,916**	**164,557**	**2,012,473**
2015 Supplemental *	-14,587	231,001	216,414
Total 2013-15 Biennium	**1,833,329**	**395,558**	**2,228,887**
2015-17 Maintenance Level	**2,196,148**	**194,040**	**2,390,188**
Policy Changes - Other			
1. Debt Service on New Projects	36,822	70	36,892
Policy -- Other Total	**36,822**	**70**	**36,892**
Total 2015-17 Biennium	**2,232,970**	**194,110**	**2,427,080**
Fiscal Year 2016 Total	1,084,686	94,739	1,179,425
Fiscal Year 2017 Total	1,148,284	99,371	1,247,655

Comments:

1. **Debt Service on New Projects** - Funding is provided for debt service incurred from issuing new debt to support the 2015-17 biennial capital budget. (General Fund-State, Various Other Accounts)

Contributions to Retirement Systems

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**141,500**	**0**	**141,500**
2015 Supplemental *	-2,000	0	-2,000
Total 2013-15 Biennium	**139,500**	**0**	**139,500**
2015-17 Maintenance Level	**172,500**	**20,000**	**192,500**
Policy Changes - Other			
1. Local Public Safety Enhance Acc Adj	-20,000	-20,000	-40,000
2. Public Safety Death Benefits	1,100	0	1,100
3. Funding Adjustment for JRS	-12,000	12,000	0
Policy -- Other Total	**-30,900**	**-8,000**	**-38,900**
Total 2015-17 Biennium	**141,600**	**12,000**	**153,600**
Fiscal Year 2016 Total	69,351	6,000	75,351
Fiscal Year 2017 Total	72,249	6,000	78,249

Comments:

1. **Local Public Safety Enhance Acc Adj** - The transfer into the Local Public Safety Enhancement Account is eliminated. (General Fund-State, Local Public Safety Enhancement Account)

2. **Public Safety Death Benefits** - Funding is provided for contribution rate impacts associated with implementing Chapter 78, Laws of 2015 (SHB 1194), providing additional retirement benefits following the remarriage of the spouse of a member of the Law Enforcement Officers' and Fire Fighters' Retirement System Plan 2 or the Washington State Patrol Retirement System Plan 2 that was killed in the line of duty. (General Fund-State)

3. **Funding Adjustment for JRS** - Funding for state contributions to the Judicial Retirement System for the 2015-17 biennium are made in part from the Department of Retirement Systems Expense Fund. (Department of Retirement Systems Expense Fund-State)

State Employee Compensation Adjustments

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**0**	**0**	**0**
2015-17 Maintenance Level	**0**	**0**	**0**
Policy Changes - Comp			
1. State Public Employee Benefits Rate	0	-371	-371
2. WFSE General Government	0	17,765	17,765
3. State Represented Emp Benefits Rate	0	-2,025	-2,025
4. Nonrep Job Class Specific	0	108	108
5. WPEA General Government	0	1,034	1,034
6. PTE Local 17 Agreement	0	7,279	7,279
7. The Coalition of Unions Agreement	0	181	181
8. General Wage Incr-State Employees	0	8,588	8,588
Policy -- Comp Total	**0**	**32,559**	**32,559**
Total 2015-17 Biennium	**0**	**32,559**	**32,559**
Fiscal Year 2016 Total	0	10,528	10,528
Fiscal Year 2017 Total	0	22,031	22,031

Comments:

1. **State Public Employee Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

2. **WFSE General Government** - Funding adjustments are provided for compensation adjustment for employees represented by the Washington Federation of State Employees and whose compensation is principally funded through the 2015-2017 omnibus transportation appropriations act that was previously passed by the Legislature during the 2015 1st special session (2015 1st sp.s. c 10 uncodified).

3. **State Represented Emp Benefits Rate** - Health insurance funding is provided for state employees employed by general government agencies and institutions of higher education. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. Based on claims data from the quarter ending in March 2015, and assuming that secular inflation meets average growth rates projected for private health insurance (4.2 percent per year), the insurance funding rate is adjusted from the carry-forward level of $880 to $840 per employee per month for FY 2016 and $894 per employee per month for FY 2017. Surcharges for tobacco use and for spouses and domestic partners waiving other employer-offered coverage will continue during the 2015-17 biennium under the same terms as in FY 2015. (General Fund-State, Various Other Accounts)

4. **Nonrep Job Class Specific** - Funding adjustments are provided for job class-specific compensation adjustments for nonrepresented employees whose compensation is principally funded through the 2015-2017 omnibus transportation appropriations act that was previously passed by the Legislature during the 2015 1st special session (2015 1st sp.s. c 10 uncodified).

5. **WPEA General Government** - Funding adjustments are provided for compensation adjustment for employees represented by the Washington Public Employees Association and whose compensation is principally funded through the 2015-2017 omnibus transportation appropriations act that was previously passed by the Legislature during the 2015 1st special session (2015 1st sp.s. c 10 uncodified).

6. **PTE Local 17 Agreement** - Funding adjustments are provided for compensation adjustment for employees represented by the Professional and Technical Employees Local 17 and whose compensation is principally funded through the 2015-2017

State Employee Compensation Adjustments

omnibus transportation appropriations act that was previously passed by the Legislature during the 2015 1st special session (2015 1st sp.s. c 10 uncodified).

7. **The Coalition of Unions Agreement** - Funding adjustments are provided for compensation adjustment for employees represented by labor organizations organized under the Coalition of Unions master bargaining agreement and whose compensation is principally funded through the 2015-2017 omnibus transportation appropriations act that was previously passed by the Legislature during the 2015 1st special session (2015 1st sp.s. c 10 uncodified).

8. **General Wage Incr-State Employees** - Funding adjustments are provided for compensation adjustments for nonrepresented employees whose compensation is principally funded through the 2015-2017 omnibus transportation appropriations act that was previously passed by the Legislature during the 2015 1st special session (2015 1st sp.s. c 10 uncodified).

Special Appropriations to the Governor

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**86,167**	**0**	**86,167**
2015 Supplemental *	43,090	12,547	55,637
Total 2013-15 Biennium	**129,257**	**12,547**	**141,804**
2015-17 Maintenance Level	**127,037**	**0**	**127,037**
Policy Changes - Other			
1. Cancer Research Endowment	5,000	0	5,000
2. Fire Contingency	-8,000	0	-8,000
3. Emergency Drought Funding	14,000	0	14,000
4. Family Assessment Response Shortfal	6,373	0	6,373
5. LEAN Management Practices	-25,000	0	-25,000
6. Local Government Distribution/I-502	12,000	0	12,000
7. No Child Left Inside	1,000	0	1,000
8. Parkland Trust Revolving Account	418	0	418
9. Cherberg Building COP	1,208	0	1,208
10. Extraordinary Criminal Justice Cost	400	0	400
11. Information Technology Pool	25,000	62,957	87,957
Policy -- Other Total	**32,399**	**62,957**	**95,356**
Policy Changes - Transfers			
12. Legal Financial Obligations	982	0	982
Policy -- Transfer Total	**982**	**0**	**982**
Total 2015-17 Biennium	**160,418**	**62,957**	**223,375**
Fiscal Year 2016 Total	92,938	42,686	135,624
Fiscal Year 2017 Total	67,480	20,271	87,751

Comments:

1. **Cancer Research Endowment** - Funds are provided to implement Substitute Senate Bill 6096 (cancer research). General Fund-State funds are appropriated into the Cancer Research Endowment Fund Match Transfer Account, which will be used to match private donations.

2. **Fire Contingency** - Expected federal reimbursements from previous fire suppression activities provide additional resources to the Disaster Response Account and remove the need for additional general fund approriations.

3. **Emergency Drought Funding** - Funds are appropriated to the Drought Preparedness Account.

4. **Family Assessment Response Shortfal** - State general funds are appropriated to the Child and Family Reinvestment Account to support implementation and maintenance of the Family Assessment Response within the Department of Social and Health Services. The savings due to anticipated foster care caseload reductions have not yet been realized.

5. **LEAN Management Practices** - Savings will be achieved by agencies implementing additional LEAN management practices and other efficiency steps. The reductions and efficiency targets exclude higher education. Progress reports must be submitted to the Legislature at least every six months beginning January 1, 2016. In addition, the Office of the Chief Information Officer must integrate LEAN principles into all major information technology initiatives.

6. **Local Government Distribution/I-502** - Funding is provided for distributions of marijuana-related revenues to local governments. Amounts will be distributed using the formula contained in Chapter 4, Laws of 2015, 2nd sp.s. (2E2SHB 2136 Marijuana market reforms).

7. **No Child Left Inside** - Funding is provided to implement Chapter 245, Laws of 2015 (ESSB 5843). Funding is for the Outdoor Education and Recreation Grant program in the State Parks and Recreation Commission. This program, known as "No Child Left Inside," provides grants for public agencies, private nonprofit organizations, after-school programs, and

community-based programs that offer outdoor education opportunities to schools that are fully aligned with the state's essential academic learning requirements.

8. **Parkland Trust Revolving Account** - Insurance proceeds resulting from a fire at the Department of Natural Resource's Olympic Region shop in Forks were deposited into General Fund-State. The insurance proceeds are transferred from General Fund-State into the Parkland Trust Revolving Account. (General Fund-State, Parkland Trust Revolving Account-State)

9. **Cherberg Building COP** - Funding is provided for the on-going costs of the certificate of participation for the renovation of the John A. Cherberg Building.

10. **Extraordinary Criminal Justice Cost** - In accordance with RCW 43.330.190, funding is provided for the Office of Financial Management to distribute funds to Jefferson County ($246,000) and Mason County ($154,000) for extraordinary criminal justice costs in aggravated murder cases.

11. **Information Technology Pool** - An information technology pool is created. The Office of Financial Management shall allocate funds from the pool to state agencies for selected projects. In order to receive funding, the project must submit a technology budget, an investment plan and certifications from the state chief information officer that the project is consistent with state policy and has adequate management and oversight. Additional review and scrutiny is applied to projects that exceed $2 million in total funds or require more than one biennium to complete. In addition, certain specific projects must be funded by the pool. A document listing projects included in the pool is available on the LEAP website.

12. **Legal Financial Obligations** - Grants distributed to county clerks for collecting legal financial obligations owed to the state and local governments and crime victims will no longer be dispersed to counties through the Administrative Office of the Courts, but will be distributed directly to local governments.

Agency 707

Sundry Claims

(Dollars in Thousands)

	NGF-P	Other	Total
2013-15 Expenditure Authority	**233**	**0**	**233**
2015 Supplemental *	2,477	0	2,477
Total 2013-15 Biennium	**2,710**	**0**	**2,710**
2015-17 Maintenance Level	**0**	**0**	**0**
Total 2015-17 Biennium	**0**	**0**	**0**

Comments:

None.

2015 SUPPLEMENTAL OMNIBUS BUDGET OVERVIEW

Operating Only

The 2015 legislature amended the budget for the 2013-15 Biennium on two different occasions. On February 19, 2015, the Governor signed Substitute House Bill 1105 (Chapter 3, Laws of 2015). That bill made a series of appropriations for fiscal year 2015 which were additive to the then current budget. On June 30, 2015, the Governor signed Engrossed Substitute Bill 6052 (Chapter 4, Laws of 2015, 3rd Sp.) which made additional modifications to appropriated levels for the 2013-15 Biennium. This document shows the cumulative impact of both bills.

Taken together, and before a partial veto, these bills decreased NGF-P appropriations by $4.3 million. Major components included:

- Net NGF-P maintenance level savings of approximately $36 million.
  - Areas with increased costs included K-12 education ($35 million), Department of Corrections ($12 million), and the Department of Social and Health Services ($27 million; primarily in programs addressing developmental disabilities).
  - Areas with decreased costs included the Health Care Authority ($98 million after accounting for already assumed efficiency savings) and debt service ($15 million).
- Net NGF-P policy level increases of approximately $32 million.
  - Areas with significant net funding increases included the Department of Social and Health Services ($26 million; primarily in Mental Health and Children with savings in some other areas), Department of Corrections ($4 million).
- In addition, from other fund sources:
  - $65 million was appropriated from the Budget Stabilization Account (primarily to address higher than expected costs from the 2014 fire season).
  - There were significant changes to assumed levels of federal funding in the Health Care Authority and the Department of Social and Health Services (primarily related to higher than expected Medicaid expansion enrollment) and in K-12 education.
  - There was a technical correction to how certain debt service payments were displayed.

In fiscal year 2015, changes to general fund appropriated levels for the Health Care Authority (HCA) were vetoed by the Governor. This had the impact of increasing appropriations by $110 million; the HCA was directed to place $90.4 million of that amount in reserve. After veto action, NGF-P spending for the 2013-15 budget was increased by approximately $15 million; $65 million was appropriated from the Budget Stabilization Account; increased federal funds were recognized in several areas of the budget.

Washington State Omnibus Operating Budget

2015 Supplemental Budget

TOTAL STATE

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015 Supp	Rev 2013-15	2013-15	2015 Supp	Rev 2013-15
Legislative	141,131	118	141,249	155,187	165	155,352
Judicial	242,318	734	243,052	310,711	536	311,247
Governmental Operations	465,513	-1,002	464,511	3,547,233	24,405	3,571,638
Other Human Services	6,208,248	11,154	6,219,402	17,516,415	611,908	18,128,323
DSHS	5,755,558	36,159	5,791,717	12,047,539	201,898	12,249,437
Natural Resources	270,444	-236	270,208	1,603,606	88,399	1,692,005
Transportation	69,349	522	69,871	181,436	13,103	194,539
Public Schools	15,262,882	35,390	15,298,272	17,215,546	49,702	17,265,248
Higher Education	3,098,248	-7,399	3,090,849	12,199,856	-48,022	12,151,834
Other Education	204,565	1,243	205,808	592,735	4,471	597,206
Special Appropriations	2,075,816	28,980	2,104,796	2,240,373	272,528	2,512,901
Statewide Total	**33,794,072**	**105,663**	**33,899,735**	**67,610,637**	**1,219,093**	**68,829,730**

Washington State Omnibus Operating Budget

2015 Supplemental Budget

LEGISLATIVE AND JUDICIAL

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015 Supp	Rev 2013-15	2013-15	2015 Supp	Rev 2013-15
House of Representatives	61,733	-70	61,663	63,498	-70	63,428
Senate	44,456	-72	44,384	45,970	-72	45,898
Jt Leg Audit & Review Committee	147	0	147	6,452	0	6,452
LEAP Committee	3,430	0	3,430	3,430	0	3,430
Office of the State Actuary	0	276	276	3,527	276	3,803
Office of Legislative Support Svcs	7,378	-4	7,374	7,429	43	7,472
Joint Legislative Systems Comm	16,038	-5	16,033	16,038	-5	16,033
Statute Law Committee	7,949	-7	7,942	8,843	-7	8,836
Total Legislative	**141,131**	**118**	**141,249**	**155,187**	**165**	**155,352**
Supreme Court	13,841	57	13,898	13,841	57	13,898
State Law Library	2,941	27	2,968	2,941	27	2,968
Court of Appeals	31,676	59	31,735	31,676	59	31,735
Commission on Judicial Conduct	2,068	9	2,077	2,068	9	2,077
Administrative Office of the Courts	102,390	192	102,582	165,378	-121	165,257
Office of Public Defense	66,387	390	66,777	70,339	390	70,729
Office of Civil Legal Aid	23,015	0	23,015	24,468	115	24,583
Total Judicial	**242,318**	**734**	**243,052**	**310,711**	**536**	**311,247**
Total Legislative/Judicial	**383,449**	**852**	**384,301**	**465,898**	**701**	**466,599**

Washington State Omnibus Operating Budget

2015 Supplemental Budget

GOVERNMENTAL OPERATIONS

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015 Supp	Rev 2013-15	2013-15	2015 Supp	Rev 2013-15
Office of the Governor	10,740	-39	10,701	14,740	-39	14,701
Office of the Lieutenant Governor	1,311	-2	1,309	1,406	-2	1,404
Public Disclosure Commission	4,128	-2	4,126	4,128	-2	4,126
Office of the Secretary of State	21,253	-18	21,235	82,190	-904	81,286
Governor's Office of Indian Affairs	499	-1	498	499	-1	498
Asian-Pacific-American Affrs	418	0	418	418	0	418
Office of the State Treasurer	0	0	0	14,872	354	15,226
Office of the State Auditor	1,509	0	1,509	75,773	0	75,773
Comm Salaries for Elected Officials	308	0	308	308	0	308
Office of the Attorney General	21,822	0	21,822	243,892	2,271	246,163
Caseload Forecast Council	2,490	43	2,533	2,490	43	2,533
Dept of Financial Institutions	0	0	0	47,960	0	47,960
Department of Commerce	126,940	-339	126,601	519,801	-339	519,462
Economic & Revenue Forecast Council	1,563	0	1,563	1,613	0	1,613
Office of Financial Management	35,481	-138	35,343	125,264	-138	125,126
Office of Administrative Hearings	0	0	0	38,061	1,163	39,224
State Lottery Commission	0	0	0	810,427	0	810,427
Washington State Gambling Comm	0	0	0	29,969	0	29,969
WA State Comm on Hispanic Affairs	473	0	473	473	0	473
African-American Affairs Comm	471	0	471	471	0	471
Department of Retirement Systems	0	0	0	57,149	260	57,409
State Investment Board	0	0	0	35,967	0	35,967
Innovate Washington	0	0	0	3,383	0	3,383
Department of Revenue	213,626	-650	212,976	252,288	-1,150	251,138
Board of Tax Appeals	2,377	9	2,386	2,377	9	2,386
Minority & Women's Business Enterp	0	0	0	3,999	0	3,999
Office of Insurance Commissioner	527	0	527	55,336	0	55,336
Consolidated Technology Services	0	0	0	230,086	0	230,086
State Board of Accountancy	0	0	0	2,680	0	2,680
Forensic Investigations Council	0	0	0	498	0	498
Dept of Enterprise Services	9,524	138	9,662	452,649	138	452,787
Washington Horse Racing Commission	0	0	0	5,608	0	5,608
WA State Liquor Control Board	0	0	0	66,470	4,424	70,894
Utilities and Transportation Comm	0	0	0	52,553	720	53,273
Board for Volunteer Firefighters	0	0	0	959	0	959
Military Department	3,473	0	3,473	295,532	17,601	313,133
Public Employment Relations Comm	4,051	-2	4,049	7,891	-2	7,889
LEOFF 2 Retirement Board	0	0	0	2,257	0	2,257
Archaeology & Historic Preservation	2,529	-1	2,528	4,796	-1	4,795
Total Governmental Operations	**465,513**	**-1,002**	**464,511**	**3,547,233**	**24,405**	**3,571,638**

Washington State Omnibus Operating Budget

2015 Supplemental Budget

HUMAN SERVICES

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015 Supp	Rev 2013-15	2013-15	2015 Supp	Rev 2013-15
WA State Health Care Authority	4,306,730	0	4,306,730	13,171,245	670,080	13,841,325
Human Rights Commission	4,086	-3	4,083	6,257	-3	6,254
Bd of Industrial Insurance Appeals	0	0	0	39,366	0	39,366
Criminal Justice Training Comm	28,949	1,031	29,980	42,534	1,795	44,329
Department of Labor and Industries	34,879	-110	34,769	660,273	-110	660,163
Department of Health	120,661	-344	120,317	1,040,648	5,150	1,045,798
Department of Veterans' Affairs	14,921	-42	14,879	119,131	-42	119,089
Department of Corrections	1,693,615	10,623	1,704,238	1,715,659	8,968	1,724,627
Dept of Services for the Blind	4,407	-1	4,406	27,324	-1	27,323
Employment Security Department	0	0	0	693,978	-73,929	620,049
Total Other Human Services	**6,208,248**	**11,154**	**6,219,402**	**17,516,415**	**611,908**	**18,128,323**

Washington State Omnibus Operating Budget

2015 Supplemental Budget

DEPARTMENT OF SOCIAL & HEALTH SERVICES

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015 Supp	Rev 2013-15	2013-15	2015 Supp	Rev 2013-15
Children and Family Services	595,934	14,245	610,179	1,107,105	9,724	1,116,829
Juvenile Rehabilitation	178,283	-715	177,568	187,105	-715	186,390
Mental Health	941,691	15,845	957,536	1,860,282	119,562	1,979,844
Developmental Disabilities	1,092,395	20,942	1,113,337	2,114,975	39,750	2,154,725
Long-Term Care	1,774,182	747	1,774,929	3,820,127	4,157	3,824,284
Economic Services Administration	746,717	-11,021	735,696	2,023,529	25,489	2,049,018
Alcohol & Substance Abuse	137,793	-5,786	132,007	450,395	3,511	453,906
Vocational Rehabilitation	27,651	-123	27,528	127,048	-123	126,925
Administration/Support Svcs	58,086	403	58,489	95,807	502	96,309
Special Commitment Center	74,288	18	74,306	74,288	18	74,306
Payments to Other Agencies	128,538	1,604	130,142	186,878	23	186,901
Total DSHS	**5,755,558**	**36,159**	**5,791,717**	**12,047,539**	**201,898**	**12,249,437**
Total Human Services	**11,963,806**	**47,313**	**12,011,119**	**29,563,954**	**813,806**	**30,377,760**

Washington State Omnibus Operating Budget

2015 Supplemental Budget

NATURAL RESOURCES

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015 Supp	Rev 2013-15	2013-15	2015 Supp	Rev 2013-15
Columbia River Gorge Commission	892	-5	887	1,798	-9	1,789
Department of Ecology	51,007	9	51,016	459,653	620	460,273
WA Pollution Liab Insurance Program	0	0	0	1,594	0	1,594
State Parks and Recreation Comm	8,686	-23	8,663	131,103	-23	131,080
Rec and Conservation Funding Board	1,736	-2	1,734	10,203	-2	10,201
Environ & Land Use Hearings Office	4,361	-122	4,239	4,361	-122	4,239
State Conservation Commission	13,527	-38	13,489	16,878	2,665	19,543
Dept of Fish and Wildlife	60,841	84	60,925	375,484	9,386	384,870
Puget Sound Partnership	4,825	-1	4,824	19,002	3,657	22,659
Department of Natural Resources	93,349	-44	93,305	429,680	72,321	502,001
Department of Agriculture	31,220	-94	31,126	153,850	-94	153,756
Total Natural Resources	**270,444**	**-236**	**270,208**	**1,603,606**	**88,399**	**1,692,005**

Washington State Omnibus Operating Budget

2015 Supplemental Budget

TRANSPORTATION

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015 Supp	Rev 2013-15	2013-15	2015 Supp	Rev 2013-15
Washington State Patrol	66,898	523	67,421	139,235	13,084	152,319
Department of Licensing	2,451	-1	2,450	42,201	19	42,220
Total Transportation	**69,349**	**522**	**69,871**	**181,436**	**13,103**	**194,539**

Washington State Omnibus Operating Budget

2015 Supplemental Budget

PUBLIC SCHOOLS

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015 Supp	Rev 2013-15	2013-15	2015 Supp	Rev 2013-15
OSPI & Statewide Programs	54,389	-93	54,296	135,816	-93	135,723
General Apportionment	11,365,815	2,509	11,368,324	11,365,815	2,509	11,368,324
Pupil Transportation	794,360	16,059	810,419	794,360	16,059	810,419
School Food Services	14,222	0	14,222	660,560	12,000	672,560
Special Education	1,482,388	-6,412	1,475,976	1,958,510	-6,412	1,952,098
Educational Service Districts	16,245	-19	16,226	16,245	-19	16,226
Levy Equalization	652,326	4,461	656,787	652,326	4,461	656,787
Elementary/Secondary School Improv	0	0	0	4,302	0	4,302
Institutional Education	27,932	-333	27,599	27,932	-333	27,599
Ed of Highly Capable Students	19,224	122	19,346	19,224	122	19,346
Education Reform	217,474	16,838	234,312	439,282	19,138	458,420
Transitional Bilingual Instruction	207,880	-296	207,584	279,996	-296	279,700
Learning Assistance Program (LAP)	409,605	2,551	412,156	860,139	2,551	862,690
Washington Charter School Comm	1,022	3	1,025	1,039	15	1,054
Total Public Schools	**15,262,882**	**35,390**	**15,298,272**	**17,215,546**	**49,702**	**17,265,248**

Washington State Omnibus Operating Budget

2015 Supplemental Budget

EDUCATION

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015 Supp	Rev 2013-15	2013-15	2015 Supp	Rev 2013-15
Student Achievement Council	726,048	-1,143	724,905	767,840	-1,143	766,697
University of Washington	500,533	-1,865	498,668	6,329,572	-1,865	6,327,707
Washington State University	344,968	-1,062	343,906	1,400,902	-1,062	1,399,840
Eastern Washington University	78,135	-283	77,852	296,431	-6,506	289,925
Central Washington University	78,296	-248	78,048	325,070	-17,648	307,422
The Evergreen State College	41,172	-141	41,031	130,208	-141	130,067
Western Washington University	100,757	-336	100,421	366,570	-17,336	349,234
Community/Technical College System	1,228,339	-2,321	1,226,018	2,583,263	-2,321	2,580,942
Total Higher Education	**3,098,248**	**-7,399**	**3,090,849**	**12,199,856**	**-48,022**	**12,151,834**
State School for the Blind	11,727	101	11,828	15,772	101	15,873
Childhood Deafness & Hearing Loss	17,286	353	17,639	17,854	353	18,207
Workforce Trng & Educ Coord Board	2,980	0	2,980	58,337	0	58,337
Department of Early Learning	162,941	778	163,719	484,215	4,006	488,221
Washington State Arts Commission	2,186	12	2,198	4,286	12	4,298
Washington State Historical Society	4,263	0	4,263	6,560	0	6,560
East Wash State Historical Society	3,182	-1	3,181	5,711	-1	5,710
Total Other Education	**204,565**	**1,243**	**205,808**	**592,735**	**4,471**	**597,206**
Total Education	**18,565,695**	**29,234**	**18,594,929**	**30,008,137**	**6,151**	**30,014,288**

Washington State Omnibus Operating Budget

2015 Supplemental Budget

SPECIAL APPROPRIATIONS

(Dollars in Thousands)

	NGF-S + Opportunity Pathways			Total All Funds		
	2013-15	2015 Supp	Rev 2013-15	2013-15	2015 Supp	Rev 2013-15
Bond Retirement and Interest	1,847,916	-14,587	1,833,329	2,012,473	216,414	2,228,887
Special Approps to the Governor	86,167	43,090	129,257	86,167	55,637	141,804
Sundry Claims	233	2,477	2,710	233	2,477	2,710
Contributions to Retirement Systems	141,500	-2,000	139,500	141,500	-2,000	139,500
Total Special Appropriations	**2,075,816**	**28,980**	**2,104,796**	**2,240,373**	**272,528**	**2,512,901**

2015 Supplemental Omnibus Operating Budget

Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto

(Dollars in Thousands)

	NGF-P	Other	Total
Legislative			
House of Representatives			
Supplemental Budget Bill			
1. Maintenance Level Changes	-70	0	-70
Senate			
Supplemental Budget Bill			
2. Maintenance Level Changes	-72	0	-72
Office of the State Actuary			
Supplemental Budget Bill			
3. Health Care Actuarial Analysis	276	0	276
Office of Legislative Support Services			
Supplemental Budget Bill			
4. Maintenance Level Changes	-4	47	43
Joint Legislative Systems Committee			
Supplemental Budget Bill			
5. Maintenance Level Changes	-5	0	-5
Statute Law Committee			
Supplemental Budget Bill			
6. Maintenance Level Changes	-7	0	-7
Total Legislative	**118**	**47**	**165**
Judicial			
Supreme Court			
Supplemental Budget Bill			
7. Maintenance Level Changes	57	0	57
State Law Library			
Supplemental Budget Bill			
8. Maintenance Level Changes	27	0	27
Court of Appeals			
Supplemental Budget Bill			
9. Maintenance Level Changes	31	0	31
10. Retirement Buyout	28	0	28
Total	59	0	59
Commission on Judicial Conduct			
Supplemental Budget Bill			
11. Maintenance Level Changes	9	0	9
Administrative Office of the Courts			
Supplemental Budget Bill			
12. Maintenance Level Changes	192	-313	-121

2015 Supplemental Omnibus Operating Budget

Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto

(Dollars in Thousands)

	NGF-P	Other	Total
Office of Public Defense			
Supplemental Budget Bill			
13. Maintenance Level Changes	390	0	390
Office of Civil Legal Aid			
Supplemental Budget Bill			
14. Private/Local Grant Authority	0	115	115
Total Judicial	**734**	**-198**	**536**
Governmental Operations			
Office of the Governor			
Supplemental Budget Bill			
15. Maintenance Level Changes	-39	0	-39
Office of the Lieutenant Governor			
Supplemental Budget Bill			
16. Maintenance Level Changes	-2	0	-2
Public Disclosure Commission			
Supplemental Budget Bill			
17. Maintenance Level Changes	-2	0	-2
Office of the Secretary of State			
Supplemental Budget Bill			
18. Maintenance Level Changes	-18	-810	-828
19. Reduce Washington Heritage Exp	0	-76	-76
Total	-18	-886	-904
Governor's Office of Indian Affairs			
Supplemental Budget Bill			
20. Maintenance Level Changes	-1	0	-1
Office of the State Treasurer			
Supplemental Budget Bill			
21. Maintenance Level Changes	0	354	354
Office of the Attorney General			
Supplemental Budget Bill			
22. Maintenance Level Changes	0	2,271	2,271
Caseload Forecast Council			
Supplemental Budget Bill			
23. Maintenance Level Changes	43	0	43
Department of Commerce			
Supplemental Budget Bill			
24. Maintenance Level Changes	-339	0	-339

2015 Supplemental Omnibus Operating Budget

Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto

(Dollars in Thousands)

	NGF-P	Other	Total
Office of Financial Management			
Supplemental Budget Bill			
25. Maintenance Level Changes	-138	0	-138
Office of Administrative Hearings			
Supplemental Budget Bill			
26. Maintenance Level Changes	0	1,081	1,081
27. Mail ESD Hearing Notices	0	82	82
Total	0	1,163	1,163
Department of Retirement Systems			
Supplemental Budget Bill			
28. GASB 68 Compliance	0	260	260
Department of Revenue			
Supplemental Budget Bill			
29. Maintenance Level Changes	-650	0	-650
30. Reduce Business License Exp	0	-500	-500
Total	-650	-500	-1,150
Board of Tax Appeals			
Supplemental Budget Bill			
31. Retirement Buyout Funding	9	0	9
Department of Enterprise Services			
Supplemental Budget Bill			
32. Maintenance Level Changes	138	0	138
Washington State Liquor Control Board			
Supplemental Budget Bill			
33. Maintenance Level Changes	0	4,424	4,424
34. Technical Correction	0	0	0
Total	0	4,424	4,424
Utilities and Transportation Commission			
Supplemental Budget Bill			
35. Federal Funding Rate Increase	0	720	720
Military Department			
Supplemental Budget Bill			
36. Disaster Recovery	0	17,601	17,601
Public Employment Relations Commission			
Supplemental Budget Bill			
37. Maintenance Level Changes	-2	0	-2
Department of Archaeology & Historic Preservation			
Supplemental Budget Bill			
38. Maintenance Level Changes	-1	0	-1
Total Governmental Operations	**-1,002**	**25,407**	**24,405**

2015 Supplemental Omnibus Operating Budget

Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto

(Dollars in Thousands)

	NGF-P	Other	Total
DSHS			
Children and Family Services			
Supplemental Budget Bill			
39. Maintenance Level Changes	4,751	2,316	7,067
40. Building Access Control System	48	5	53
41. Supervised Visitation	2,720	10	2,730
42. Non-Forecasted Extended Foster Care	2,400	1,085	3,485
43. Sequestration Mitigation	3,554	-3,554	0
44. Second Year Funding	750	0	750
45. Family Assessment Response Shortfal	0	-835	-835
46. Extended Foster Care	22	6	28
47. Technical Adjustment	0	-3,554	-3,554
Total	14,245	-4,521	9,724
Juvenile Rehabilitation			
Supplemental Budget Bill			
48. Maintenance Level Changes	-715	0	-715
Mental Health			
Supplemental Budget Bill			
49. Maintenance Level Changes	-5,310	103,602	98,292
50. Hospital Shortfall	5,524	0	5,524
51. Single Bed Certification Response	12,334	115	12,449
52. Civil Admission Ward at WSH	1,425	0	1,425
53. Competency Restoration Services	450	0	450
54. Psychiatrist Assignment Pay	459	0	459
55. Competency Evaluation Staff	106	0	106
56. Community Competency Evaluations	200	0	200
57. Psychiatric Intensive Care Unit	339	0	339
58. Psychiatric Emergency Response Team	318	0	318
Total	15,845	103,717	119,562
Developmental Disabilities			
Supplemental Budget Bill			
59. Maintenance Level Changes	17,262	20,569	37,831
60. LEAN Reduction Restoration	3,384	0	3,384
61. ProviderOne Sub-System Delay	-774	-2,395	-3,169
62. Specialized Services for DD Clients	218	135	353
63. RHC Medicaid Compliance	852	499	1,351
Total	20,942	18,808	39,750
Long-Term Care			
Supplemental Budget Bill			
64. Maintenance Level Changes	-2,127	10,785	8,658
65. LEAN Reduction Restoration	5,321	0	5,321
66. ProviderOne Sub-System Delay	-2,447	-7,575	-10,022
67. Deaf-Blind Equipment Distribution	0	200	200
Total	747	3,410	4,157

2015 Supplemental Omnibus Operating Budget

Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto

(Dollars in Thousands)

	NGF-P	Other	Total
Economic Services Administration			
Supplemental Budget Bill			
68. Maintenance Level Changes	-5,397	14,333	8,936
69. Behavioral Intervention Grants	0	2,096	2,096
70. ACA Impact on Eligibility Work	0	0	0
71. ESAR - Phase II and III	3,015	16,642	19,657
72. ACES Disaster Recovery	1,512	672	2,184
73. Child Care Performance Audit	0	300	300
74. Data Center and Mainframe Costs	1,361	2,424	3,785
75. Building Access Control System	71	43	114
76. Workfirst Underspend	-10,000	0	-10,000
77. TANF Participation Incentive	-1,583	0	-1,583
Total	-11,021	36,510	25,489
Alcohol and Substance Abuse			
Supplemental Budget Bill			
78. Maintenance Level Changes	-620	4,131	3,511
79. Utilize I-502 Funds	-5,166	5,166	0
Total	-5,786	9,297	3,511
Vocational Rehabilitation			
Supplemental Budget Bill			
80. Maintenance Level Changes	-146	0	-146
81. Building Access Control System	23	0	23
Total	-123	0	-123
Administration and Supporting Services			
Supplemental Budget Bill			
82. Maintenance Level Changes	403	99	502
Special Commitment Center			
Supplemental Budget Bill			
83. Maintenance Level Changes	18	0	18
Payments to Other Agencies			
Supplemental Budget Bill			
84. Maintenance Level Changes	1,604	-1,581	23
Total DSHS	**36,159**	**165,739**	**201,898**

Other Human Services

Washington State Health Care Authority			
Supplemental Budget Bill			
85. Maintenance Level Changes	-109,192	675,536	566,344
86. Community Health Centers/I-502	-2,271	2,271	0
87. HBE Information Technology	1,547	5,960	7,507

2015 Supplemental Omnibus Operating Budget

Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto

(Dollars in Thousands)

	NGF-P	Other	Total
88. HBE Other	0	-2,950	-2,950
89. Healthier Washington	0	-10,082	-10,082
90. ICD-10 Compliance	0	-655	-655
91. Governor Veto	109,916	0	109,916
Total	0	670,080	670,080
Human Rights Commission			
Supplemental Budget Bill			
92. Maintenance Level Changes	-3	0	-3
WA State Criminal Justice Training Commission			
Supplemental Budget Bill			
93. Maintenance Level Changes	1,031	709	1,740
94. Aramco Services Contract	0	55	55
Total	1,031	764	1,795
Department of Labor and Industries			
Supplemental Budget Bill			
95. Maintenance Level Changes	-110	0	-110
Department of Health			
Supplemental Budget Bill			
96. Maintenance Level Changes	-344	5,494	5,150
Department of Veterans' Affairs			
Supplemental Budget Bill			
97. Maintenance Level Changes	-42	0	-42
Department of Corrections			
Supplemental Budget Bill			
98. Maintenance Level Changes	6,607	-1,655	4,952
99. Community Violator Funds Shortfall	2,565	0	2,565
100. TAS Critical System Update	400	0	400
101. E-Vault Costs from CTS	-176	0	-176
102. Fractional Billing Restore	1,710	0	1,710
103. Female Offender Jail Beds	-483	0	-483
Total	10,623	-1,655	8,968
Department of Services for the Blind			
Supplemental Budget Bill			
104. Maintenance Level Changes	-1	0	-1
Employment Security Department			
Supplemental Budget Bill			
105. Maintenance Level Changes	0	-73,929	-73,929
106. Next Generation Tax System	0	-3,705	-3,705
107. Develop New UI Benefits System	0	3,705	3,705
Total	0	-73,929	-73,929
Total Other Human Services	**11,154**	**600,754**	**611,908**

2015 Supplemental Omnibus Operating Budget

Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto

(Dollars in Thousands)

	NGF-P	Other	Total
Natural Resources			
Columbia River Gorge Commission			
Supplemental Budget Bill			
108. Maintenance Level Changes	-5	-4	-9
Department of Ecology			
Supplemental Budget Bill			
109. Maintenance Level Changes	-179	0	-179
110. Central Regional Office Move	188	611	799
Total	9	611	620
Washington Pollution Liability Insurance Program			
Supplemental Budget Bill			
111. Oil Heat Program Fund Shift	0	0	0
State Parks and Recreation Commission			
Supplemental Budget Bill			
112. Maintenance Level Changes	-23	0	-23
Recreation and Conservation Funding Board			
Supplemental Budget Bill			
113. Maintenance Level Changes	-2	0	-2
Environmental and Land Use Hearings Office			
Supplemental Budget Bill			
114. Maintenance Level Changes	-1	0	-1
115. Reduce Growth Board to Six Members	-121	0	-121
Total	-122	0	-122
State Conservation Commission			
Supplemental Budget Bill			
116. Maintenance Level Changes	-38	0	-38
117. Carlton Complex Fire Recovery Funds	0	2,703	2,703
Total	-38	2,703	2,665
Department of Fish and Wildlife			
Supplemental Budget Bill			
118. Maintenance Level Changes	-54	8,875	8,821
119. Wildfire Season Costs	0	771	771
120. Maintaining Technology Access	138	201	339
121. SW Regional Office Relocation	0	-545	-545
Total	84	9,302	9,386
Puget Sound Partnership			
Supplemental Budget Bill			
122. Maintenance Level Changes	-1	3,658	3,657

2015 Supplemental Omnibus Operating Budget

Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto

(Dollars in Thousands)

	NGF-P	Other	Total
Department of Natural Resources			
Supplemental Budget Bill			
123. Maintenance Level Changes	-44	0	-44
124. Emergency Fire Suppression	0	72,365	72,365
Total	-44	72,365	72,321
Department of Agriculture			
Supplemental Budget Bill			
125. Maintenance Level Changes	-94	0	-94
Total Natural Resources	**-236**	**88,635**	**88,399**

Transportation

Washington State Patrol			
Supplemental Budget Bill			
126. Maintenance Level Changes	-227	14	-213
127. U.S. Open Golf Championship	750	0	750
128. Fire Mobilization Costs	0	12,547	12,547
Total	523	12,561	13,084
Department of Licensing			
Supplemental Budget Bill			
129. Maintenance Level Changes	-1	20	19
Total Transportation	**522**	**12,581**	**13,103**

Public Schools

OSPI & Statewide Programs			
Supplemental Budget Bill			
130. Maintenance Level Changes	-93	5,826	5,733
131. Tech. Correction Federal Funds	0	-5,826	-5,826
Total	-93	0	-93
General Apportionment			
Supplemental Budget Bill			
132. Maintenance Level Changes	2,509	0	2,509
133. Align Fund Sources	0	0	0
Total	2,509	0	2,509
Pupil Transportation			
Supplemental Budget Bill			
134. Maintenance Level Changes	16,059	0	16,059
School Food Services			
Supplemental Budget Bill			
135. Maintenance Level Changes	0	-7,844	-7,844

2015 Supplemental Omnibus Operating Budget

Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto

(Dollars in Thousands)

	NGF-P	Other	Total
136. Tech. Correction Federal Funds	0	19,844	19,844
Total	0	12,000	12,000
Special Education			
Supplemental Budget Bill			
137. Maintenance Level Changes	-6,462	-1,468	-7,930
138. Special Education Ombuds	50	0	50
139. Tech. Correction Federal Funds	0	1,468	1,468
Total	-6,412	0	-6,412
Educational Service Districts			
Supplemental Budget Bill			
140. Maintenance Level Changes	-19	0	-19
Levy Equalization			
Supplemental Budget Bill			
141. Maintenance Level Changes	4,461	0	4,461
Institutional Education			
Supplemental Budget Bill			
142. Maintenance Level Changes	-333	0	-333
Education of Highly Capable Students			
Supplemental Budget Bill			
143. Maintenance Level Changes	122	0	122
Education Reform			
Supplemental Budget Bill			
144. Maintenance Level Changes	16,838	12,836	29,674
145. Tech. Correction Federal Funds	0	-10,536	-10,536
Total	16,838	2,300	19,138
Transitional Bilingual Instruction			
Supplemental Budget Bill			
146. Maintenance Level Changes	-296	-5,962	-6,258
147. Tech. Correction Federal Funds	0	5,962	5,962
Total	-296	0	-296
Learning Assistance Program (LAP)			
Supplemental Budget Bill			
148. Maintenance Level Changes	2,551	-1,458	1,093
149. Tech. Correction Federal Funds	0	1,458	1,458
Total	2,551	0	2,551
Washington Charter School Commission			
Supplemental Budget Bill			
150. Maintenance Level Changes	-2	0	-2
151. Attorney General Lawsuit Costs	5	12	17
Total	3	12	15
Total Public Schools	**35,390**	**14,312**	**49,702**

2015 Supplemental Omnibus Operating Budget

Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto

(Dollars in Thousands)

	NGF-P	Other	Total
Higher Education			
Student Achievement Council			
Supplemental Budget Bill			
152. Maintenance Level Changes	-143	0	-143
153. CBS Underexpenditure	-1,000	0	-1,000
Total	-1,143	0	-1,143
University of Washington			
Supplemental Budget Bill			
154. Maintenance Level Changes	-1,865	0	-1,865
Washington State University			
Supplemental Budget Bill			
155. Maintenance Level Changes	-1,062	0	-1,062
Eastern Washington University			
Supplemental Budget Bill			
156. Maintenance Level Changes	-283	-6,223	-6,506
Central Washington University			
Supplemental Budget Bill			
157. Maintenance Level Changes	-248	-17,400	-17,648
The Evergreen State College			
Supplemental Budget Bill			
158. Maintenance Level Changes	-141	0	-141
Western Washington University			
Supplemental Budget Bill			
159. Maintenance Level Changes	-336	-17,000	-17,336
Community & Technical College System			
Supplemental Budget Bill			
160. Maintenance Level Changes	-2,321	0	-2,321
Total Higher Education	**-7,399**	**-40,623**	**-48,022**
Other Education			
State School for the Blind			
Supplemental Budget Bill			
161. Maintenance Level Changes	101	0	101
Center for Childhood Deafness & Hearing Loss			
Supplemental Budget Bill			
162. Maintenance Level Changes	-4	0	-4
163. Increase Teacher Assistance Support	263	0	263

2015 Supplemental Omnibus Operating Budget

Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto

(Dollars in Thousands)

	NGF-P	Other	Total
164. Increase Interpreter Services	94	0	94
Total	353	0	353
Department of Early Learning			
Supplemental Budget Bill			
165. Maintenance Level Changes	-64	3,228	3,164
166. ABCS Project Closure	842	0	842
Total	778	3,228	4,006
Washington State Arts Commission			
Supplemental Budget Bill			
167. Maintenance Level Changes	12	0	12
Eastern Washington State Historical Society			
Supplemental Budget Bill			
168. Maintenance Level Changes	-1	0	-1
Total Other Education	**1,243**	**3,228**	**4,471**
Special Appropriations			
Bond Retirement and Interest			
Supplemental Budget Bill			
169. Maintenance Level Changes	-14,587	231,001	216,414
Special Appropriations to the Governor			
Supplemental Budget Bill			
170. Maintenance Level Changes	42,500	0	42,500
171. Fire Contingency	0	12,547	12,547
172. Extraordinary Crim Justice	590	0	590
Total	43,090	12,547	55,637
Sundry Claims			
Supplemental Budget Bill			
173. Self Defense	651	0	651
174. Wrongful Convictions	1,826	0	1,826
Total	2,477	0	2,477
Contributions to Retirement Systems			
Supplemental Budget Bill			
175. Pension Adjustments, Nonrate	-2,000	0	-2,000
Total Special Appropriations	**28,980**	**243,548**	**272,528**
Total 2015 Supplemental	**105,663**	**1,113,430**	**1,219,093**

2015 Supplemental Omnibus Operating Budget

Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto

Comments:

Office of the State Actuary

3. HEALTH CARE ACTUARIAL ANALYSIS - Funding is provided to improve the Legislature's access to independent and objective health care actuarial analysis.

Court of Appeals

10. RETIREMENT BUYOUT - Funding is requested for leave buyout expenses for three employees expect to retire in fiscal year 2015.

Office of Civil Legal Aid

14. PRIVATE/LOCAL GRANT AUTHORITY - One-time expenditure authority is provided for funds received from private and local grants designated for specific purposes by the terms of the grants. (General Fund-Local)

Office of the Secretary of State

19. REDUCE WASHINGTON HERITAGE EXP - Expenditure authority from the Washington Heritage Center Account is reduced one time due to lower than anticipated revenues. (Washington Heritage Center Account)

Office of Administrative Hearings

27. MAIL ESD HEARING NOTICES - Increased expenditure authority is provided for the agency to bill the Employment Security Department (ESD) for work related to mailing hearing notices. This work was previously performed by ESD, but was shifted to the Office of Administrative Hearings during FY 2014. (Administrative Hearings Revolving Account-State)

Department of Retirement Systems

28. GASB 68 COMPLIANCE - Pension systems are now required to audit member data at employer locations in order for their financial statements to comply with standards issued by the Governmental Accounting Standards Board (GASB) and audit recommendations from the American Institute of Certified Public Accountants. GASB statements 67 and 68 will require employers participating in the state's retirement systems to recognize their proportionate share of the net pension liability. This funding covers the cost of the audit requirements that start with fiscal year 2015 data. (Department of Retirement Systems Expense Account-State)

Department of Revenue

30. REDUCE BUSINESS LICENSE EXP - Expenditure authority in the Business License Account is reduced to reflect available revenues. (Business License Account-State)

Board of Tax Appeals

31. RETIREMENT BUYOUT FUNDING - Funding is provided for costs associated with the retirement of a legal secretary position in fiscal year 2015.

Washington State Liquor Control Board

34. TECHNICAL CORRECTION - Expenditure authority in the Dedicated Marijuana-State account is adjusted within fiscal years to reflect when the expenditures are expected to occur. There is no net change to the expenditure authority. (Dedicated Marijuana-State)

Utilities and Transportation Commission

35. FEDERAL FUNDING RATE INCREASE - Increased expenditure authority is provided to reflect an increase in federal funding for state pipeline safety programs. (Pipeline Safety Account-Federal)

Military Department

36. DISASTER RECOVERY - The Military Department continues recovery efforts from previous disasters, including the 2014 central Washington wildfires and SR-530 mudslide. (Disaster Response Account-State, Disaster Response Account-Federal)

2015 Supplemental Omnibus Operating Budget
Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto

DSHS -- Children and Family Services

40. BUILDING ACCESS CONTROL SYSTEM - One-time funding is provided so that all building access control systems are compatible with Windows 7 or higher. (General Fund-State, General Fund-Federal)

41. SUPERVISED VISITATION - Funding is provided for contracted vendors to conduct court-ordered supervised visits between children in out-of-home care and their parents and siblings. (General Fund-State, General Fund-Federal)

42. NON-FORECASTED EXTENDED FOSTER CARE - Funding is provided to serve Behavioral Rehabilitative Services youth enrolled in Extended Foster Care. (General Fund-State, General Fund-Federal)

43. SEQUESTRATION MITIGATION - General Fund-State is provided to replace federal funds that were reduced under sequestration. (General Fund-State, General Fund-Federal)

44. SECOND YEAR FUNDING - The Children's Administration has approximately $3 million less in base funding for the second year of the biennium. Funding is provided to reduce the difference in funding to help address workload increases.

45. FAMILY ASSESSMENT RESPONSE SHORTFAL - Based on actual FY 2014 expenditures, a reduced level of foster care caseload savings are available for transfer to the Child and Family Reinvestment Account (Account) in FY 2015. Appropriation authority is reduced accordingly. The remaining balance in the Account shall be used to support Family Assessment Response. (Child and Family Reinvestment Account)

46. EXTENDED FOSTER CARE - Funding is provided for youth who qualify for Extended Foster Care due to being employed for 80 hours or more per month, as authorized under Chapter 122, Laws of 2014 (EHB 2335). (General Fund-State, General Fund-Federal)

47. TECHNICAL ADJUSTMENT - Federal appropriation authority is reduced to reflect lower funding levels under federal sequestration. The federal funds were backfilled with General Fund-State in Chapter 3, Laws of 2015 (SHB 1105). (General Fund-Federal)

DSHS -- Mental Health

50. HOSPITAL SHORTFALL - Funding is provided to cover the shortfall of current expenditures versus budgeted levels at Eastern State Hospital and Western State Hospital.

51. SINGLE BED CERTIFICATION RESPONSE - Funding is provided to increase community psychiatric capacity to prevent inappropriate boarding of patients in emergency rooms and community hospitals.

52. CIVIL ADMISSION WARD AT WSH - Currently there is a wait list at Western State Hospital which results in delayed admissions from community psychiatric inpatient facilities that provide short term involuntary treatment services. Funding is provided for a new 30-bed civil ward at Western State Hospital.

53. COMPETENCY RESTORATION SERVICES - Funding is provided for a 15 bed transitional unit on the grounds of Western State Hospital. This unit will free up other beds at the facility to be used for competency restoration services.

54. PSYCHIATRIST ASSIGNMENT PAY - Funding for assignment pay for psychiatrists is provided to address high vacancy rates at the state hospitals.

55. COMPETENCY EVALUATION STAFF - Funding is provided for an additional 3 FTE staff to provide competency evaluation services.

56. COMMUNITY COMPETENCY EVALUATIONS - Funding is provided to increase the contracts for community competency evaluations.

57. PSYCHIATRIC INTENSIVE CARE UNIT - Funding is provided for a Psychiatric Intensive Care Unit (PICU) to serve violent and assaultive patients at both Western State Hospital and Eastern State Hospital. The PICUs will house high acuity patients for short-term stays with a transition back to a standard ward after stabilization. PICU patients will receive specialized patient care and treatment targeted at reduction of violence and assaults.

DSHS -- Mental Health (continued)

58. PSYCHIATRIC EMERGENCY RESPONSE TEAM - Funding is provided for 23.0 staff to expand the Psychiatric Emergency Response Team (PERT) at Western State Hospital (WSH). It also will create an additional team for day and evening shifts to support the civil wards at WSH and add a single team for day and evening shifts at Eastern State Hospital.

DSHS -- Developmental Disabilities

60. LEAN REDUCTION RESTORATION - The portion of LEAN savings distributed to the Developmental Disabilities Administration, one of the administrations within the Department of Social and Health Services, is restored.

61. PROVIDERONE SUB-SYSTEM DELAY - Funding is reduced due to a six month delay in the go-live date for the ProviderOne compensation subsystem. (General Fund-State, General Fund-Federal)

62. SPECIALIZED SERVICES FOR DD CLIENTS - Funding is provided for specialized services, such as community access and therapies, required by the Centers for Medicare and Medicaid Services as a result of Pre-Admission Screening and Resident Review assessments. Additional services will be provided for residents of state-run Residential Habilitation Centers and community nursing facilities. (General Fund-State, General Fund-Federal)

63. RHC MEDICAID COMPLIANCE - Funding is provided for additional staff to ensure compliance with Centers for Medicare and Medicaid Services requirements for habilitation, nursing care, staff safety, and client safety at the Residential Habilitation Centers. (General Fund-State, General Fund-Federal)

DSHS -- Long-Term Care

65. LEAN REDUCTION RESTORATION - The portion of LEAN savings distributed to the Aging and Long-Term Support Administration, one of the administrations within the Department of Social and Health Services, is restored.

66. PROVIDERONE SUB-SYSTEM DELAY - Funding is reduced due to a six month delay in the go-live date for the ProviderOne compensation subsystem. (General Fund-State, General Fund-Federal)

67. DEAF-BLIND EQUIPMENT DISTRIBUTION - Funding is provided for the distribution of specialized customer premises equipment (CPE) to low-income individuals who are hearing and visually impaired. These individuals need specialized CPE to effectively access telecommunications service, Internet access service, and advanced communications. (General Fund-Federal)

DSHS -- Economic Services Administration

69. BEHAVIORAL INTERVENTION GRANTS - Federal expenditure authority is increased to allow the agency to expend a federal grant to complete a demonstration and evaluation project. This pilot project will use behavioral economics focusing on engagement, intervention, enforcement and evaluation. (General Fund-Federal)

70. ACA IMPACT ON ELIGIBILITY WORK - As a result of the change in process, DSHS receives less Medicaid revenue to support its administrative costs. Clients currently access Modified Adjusted Gross Income (MAGI) Medicaid benefits through the Health Benefit Exchange (HBE). Prior to the Affordable Care Act (ACA), clients accessed medical benefits, in addition to food and cash benefits, through the Department of Social and Health Services (DSHS) Economic Services Administration (ESA). Increased federal expenditure authority is provided to cover DSHS administrative costs that will shift from Medicaid to the Supplemental Nutrition Assistance Program, Temporary Assistance for Needy Families (TANF) program, and Refugee Cash Assistance program. (General Fund-Federal)

71. ESAR - PHASE II AND III - Funding is provided for Phase II and III of the Eligibility Service and ACES Remediation (ESAR). To implement the ACA, DSHS significantly modified the Automated Client Eligibility System (ACES) to design, develop, and incorporate the eligibility system for MAGI Medicaid into existing ACES infrastructure. Funding is provided to fully integrate MAGI Medicaid rules with existing Classic Medicaid and public assistance program rules. (General Fund-State, General Fund-Federal)

72. ACES DISASTER RECOVERY - One-time funding is provided for additional functions identified by the ACES and the Enterprise Service Bus (ESB) disaster recovery vendor. This information technology work addresses federal regulations related to the ACA for disaster recovery. (General Fund-State, General Fund-Federal)

DSHS -- Economic Services Administration (continued)

73. CHILD CARE PERFORMANCE AUDIT - One-time federal expenditure authority is provided for ESA to contract with the State Auditor's Office to complete a performance audit on reducing and completing the backlog of overpayment cases, including the Working Connections Child Care program. (General Fund-Federal)

74. DATA CENTER AND MAINFRAME COSTS - Funding is provided to pay-off the current ACES mainframe and replace it with a new, leased mainframe that has increased memory capacity that is compatible for use in the State Data Center (SDC). The DSHS servers will be reconfigured and moved into the SDC. The SDC lease includes an increased cost per square foot. (General Fund-State, General Fund-Federal)

75. BUILDING ACCESS CONTROL SYSTEM - One-time funding is provided so that all building access control systems are compatible with Windows 7 or higher. (General Fund-State, General Fund-Federal)

76. WORKFIRST UNDERSPEND - Funding for Workfirst job activities is reduced to reflect projected under-expenditures.

77. TANF PARTICIPATION INCENTIVE - Funding is eliminated for an additional $55 incentive payment to Temporary Assistance for Needy Families (TANF) parents who participate in mandatory WorkFirst activities at least 20 hours per week and meet the requirements of their Individual Responsibility Plans (IRP). Payments were to scheduled to begin in the last quarter of FY 2015, however IT changes have not occurred to enable the payment during FY 2015. The incentive payment was to be provided in addition to the regular monthly cash assistance.

DSHS -- Alcohol and Substance Abuse

79. UTILIZE I-502 FUNDS - Funding for a variety of alcohol and substance abuse prevention and treatment programs is shifted from General Fund-State to the Dedicated Marijuana Revenue Account. This includes outpatient and residential treatment services provided to children and youth. (Dedicated Marijuana Account-State)

DSHS -- Vocational Rehabilitation

81. BUILDING ACCESS CONTROL SYSTEM - One-time funding is provided to ensure that all building access control systems are compatible with Windows 7 or higher.

Washington State Health Care Authority

86. COMMUNITY HEALTH CENTERS/I-502 - Initiative 502, passed by voters in 2012, authorizes the regulation, sale and taxation of marijuana for adults over the age of 21. The initiative directed a portion of the tax revenue to fund primary, dental, migrant, and maternity health care services through contracts with community health centers. The Health Care Authority will use the tax revenue in lieu of state general fund payments to community health centers for services provided to medical assistance clients. (General Fund-State, Dedicated Marijuana Account-State)

87. HBE INFORMATION TECHNOLOGY - Funding is provided to support ongoing design, development, implementation, operation, and maintenance of the information technology systems that support the Washington Healthplanfinder. (General Fund-State, General Fund-Federal)

88. HBE OTHER - Funding is adjusted for the Health Benefit Exchange to reflect actual spending levels, offsets for federal grants, and Medicaid cost allocation adjustments. (General Fund-Federal, Health Benefit Exchange Account-State)

89. HEALTHIER WASHINGTON - In December 2014, Health Care Authority received a grant of $65 million to implement its State Health Care Innovation Plan, now called Healthier Washington.

90. ICD-10 COMPLIANCE - ICD-10 is the tenth revision of the International Statistical Classification of Diseases (ICD), a medical classification list that standardizes codes for diseases, symptoms, injuries, and medical procedures. Providers use these codes to document diagnoses, symptoms, and procedures performed. Funding is adjusted due to a delay in ProviderOne system modifications for ICD-10 compliance. (General Fund-Federal, Medicaid Fraud Penalty Account-State)

91. GOVERNOR VETO - In fiscal year 2015, changes to general fund appropriated levels for the Health Care Authority (HCA) were vetoed. This had the impact of increasing appropriations by $110 million. Of the $110 million in increased expenditure authority, the Office of Financial Management has directed the Health Care Authority to hold in $90 million in unallotted status.

2015 Supplemental Omnibus Operating Budget
Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto

WA State Criminal Justice Training Commission

94. ARAMCO SERVICES CONTRACT - Expenditure authority is provided in FY 2015 for a contract with Aramco Services Company to provide various telecommunications training classes. (General Fund--Local)

Department of Corrections

99. COMMUNITY VIOLATOR FUNDS SHORTFALL - Funding is provided to cover the costs of violator daily bed use that is in excess of the DOC-funded violator forecasted level. Contract negotiations, improved reporting, and internal policy changes and are expected to resolve the shortage by fiscal year 2018.

100. TAS CRITICAL SYSTEM UPDATE - Funding is provided to upgrade the Trust Accounting System (TAS) which has two functions: managing funds held in trust for offenders and creating badges for all staff, offenders, contractors, volunteers and guests.

101. E-VAULT COSTS FROM CTS - Funding is removed for the Washington State Electronic Records Vault Service e-mail archiving service which was funded in the maintenance level of the budget.

102. FRACTIONAL BILLING RESTORE - Funding is provided to backfill unrealized savings from contract changes to move away from county-level fractional billing for violator bed days.

103. FEMALE OFFENDER JAIL BEDS - Savings is assumed due to the underspending on the Yakima Jail Bed contract for Female Offenders through February 2015.

Employment Security Department

106. NEXT GENERATION TAX SYSTEM - Due to a shift in project timing, federal appropriation authority for the Employment Security Department (ESD) to complete the Next Generation Tax System is reduced in FY 2015. The ESD will complete the project in the 2015-17 biennium. Total project costs are expected to be reduced by $3.1 million. (Unemployment Compensation Administration Account-Federal)

107. DEVELOP NEW UI BENEFITS SYSTEM - Federal appropriation authority is provided the Unemployment Tax and Benefit System (UTABS). Due to an acceleration of the original project schedule, more of the contracted vendor's work on UTABS will take place in FY 2015. Total project costs are expected to be reduced by $4.6 million. (Unemployment Compensation Administration Account-State)

Department of Ecology

110. CENTRAL REGIONAL OFFICE MOVE - The Department of Ecology's central regional office is scheduled for relocation by June 30, 2015. One-time funding is provided to cover the cost of moving staff, equipment, furniture, technology infrastructure, and agency records. (General Fund-State, State Toxics Control Account-State, Water Quality Permit Account-State, various other accounts)

Washington Pollution Liability Insurance Program

111. OIL HEAT PROGRAM FUND SHIFT - The Heating Oil Pollution Liability Insurance program provides insurance coverage, up to prescribed limits, for cleanup of contamination from registered heating oil tanks at no charge to the owner. Insurance coverage is provided from the Heating Oil Pollution Liability Trust Account (HOPLTA) which receives funds from a fee paid by special fuel dealers for heating oil sold in the state. Due to a decline in revenues, $70,000 of expenditure authority is shifted from HOPLTA to the Pollution Liability Insurance Program Trust Account. (Pollution Liability Insurance Program Trust Account-State, Heating Oil Pollution Liability Trust Account-Non-appropriated)

Environmental and Land Use Hearings Office

115. REDUCE GROWTH BOARD TO SIX MEMBERS - Funding and FTE staff are reduced to capture savings from an unfilled position on the Growth Management Hearings Board.

2015 Supplemental Omnibus Operating Budget
Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto

State Conservation Commission

117. CARLTON COMPLEX FIRE RECOVERY FUNDS - One-time funding is provided to assist agricultural landowners affected by the Carlton Complex fire, including the state match requirement for the Emergency Watershed Protection Program and other Federal grants, noxious weed control for private landowners, wildlife fencing, seeding, and livestock fencing. (Budget Stabilization Account-State, General Fund-Federal)

Department of Fish and Wildlife

119. WILDFIRE SEASON COSTS - The Department of Fish and Wildlife (WDFW) is required to pay local fire districts and the Department of Natural Resources for their support in fighting wildfires on department lands. Funding is provided for fire suppression costs associated with wildfires occurring during FY 2015 and for those fires occurring from March through June in FY 2014 not covered in the 2014 supplemental appropriation. One-time funding is also provided for emergency seeding, feeding and fencing related to fire damage and recovery. (Budget Stabilization Account-State)

120. MAINTAINING TECHNOLOGY ACCESS - Funding is provided for technologies such as Microsoft software and support, network access, and email storage. (General Fund-State, State Wildlife Account-State)

121. SW REGIONAL OFFICE RELOCATION - During the 2013-15 biennium, the Department of Fish and Wildlife received funding to relocate its southwest regional office. Due to delays, the move will not occur during the 2013-15 biennium, and the 2013-15 spending authority is removed. (State Wildlife Account-State)

Department of Natural Resources

124. EMERGENCY FIRE SUPPRESSION - One-time funding is provided for the costs of wildland fire response activity incurred and anticipated during fiscal year 2015. These costs are projected to be in excess of the Department of Natural Resources' existing fire suppression appropriation. (Budget Stabilization Account-State, General Fund-Federal)

Washington State Patrol

127. U.S. OPEN GOLF CHAMPIONSHIP - The Washington State Patrol (WSP) will provide security and traffic control assistance to Pierce County for the U.S. Open in June, 2015.

128. FIRE MOBILIZATION COSTS - Funds are provided to cover costs associated with the WSP's requirement to reimburse local jurisdictions, other state and federal agencies, and volunteer firefighters for their work in combating wildfires in Washington state. (Disaster Response Account-State)

Public Schools -- OSPI & Statewide Programs

131. TECH. CORRECTION FEDERAL FUNDS - A technical correction is made to the federal appropriation authority to reflect updated information provided by the Office of the Superintendent of Public Instruction.

Public Schools -- General Apportionment

133. ALIGN FUND SOURCES - Funding is shifted from the Education Legacy Trust Account--State to the General Fund--State account.

Public Schools -- School Food Services

136. TECH. CORRECTION FEDERAL FUNDS - A technical correction is made to the federal appropriation authority to reflect updated information provided by the Office of the Superintendent of Public Instruction.

Public Schools -- Special Education

138. SPECIAL EDUCATION OMBUDS - The 2014 supplemental operating budget transferred the special education ombuds duties and funding from the Office of the Superintendent of Public Instruction (OSPI) to the Office of the Education Ombuds within the Office of the Governor. The transfer was subsequently vetoed. Funding is provided to restore the position at OSPI.

139. TECH. CORRECTION FEDERAL FUNDS - A technical correction is made to the federal appropriation authority to reflect updated information provided by the Office of the Superintendent of Public Instruction.

2015 Supplemental Omnibus Operating Budget
Chapter 4, Laws of 2015, 3rd sp.s., Partial Veto

Public Schools -- Education Reform

145. TECH. CORRECTION FEDERAL FUNDS - A technical correction is made to the federal appropriation authority to reflect updated information provided by the Office of the Superintendent of Public Instruction.

Public Schools -- Transitional Bilingual Instruction

147. TECH. CORRECTION FEDERAL FUNDS - A technical correction is made to the federal appropriation authority to reflect updated information provided by the Office of the Superintendent of Public Instruction.

Public Schools -- Learning Assistance Program (LAP)

149. TECH. CORRECTION FEDERAL FUNDS - A technical correction is made to the federal appropriation authority to reflect updated information provided by the Office of the Superintendent of Public Instruction.

Washington Charter School Commission

151. ATTORNEY GENERAL LAWSUIT COSTS - One-time funding is provided for the anticipated cost of legal challenges in League of Women Voters of Washington, et al. v. State. (Charter Schools Oversight Account-State)

Student Achievement Council

153. CBS UNDEREXPENDITURE - Funding is adjusted to reflect an underexpenditure in the College Bound Scholarship Program (Education Legacy Trust Account-State).

Center for Childhood Deafness & Hearing Loss

163. INCREASE TEACHER ASSISTANCE SUPPORT - An additional three classroom aides are funded at the elementary level to support instruction and provide safety measures during transition and unstructured learning times. The additional aides offer flexibility for the Washington State Center for Childhood Deafness and Hearing Loss (CDHL) to serve multi-grade level classrooms that are a result of varying enrollment populations.

164. INCREASE INTERPRETER SERVICES - One American Sign Language interpreter position is added at CDHL to meet the educational needs of deaf and hearing loss students. Adding a full-time interpreter to the school provides flexibility for students to take courses at Vancouver public schools along with the capability to offer intensive language skills to new students. The position is also responsible for scheduling and coordinating all interpreting requests both on and off campus.

Department of Early Learning

166. ABCS PROJECT CLOSURE - Funding is provided to close out the Attendance, Billing and Child Care Subsidy project.

Special Appropriations to the Governor

171. FIRE CONTINGENCY - Funding is provided from the Budget Stabilization Account for fire mobilization expenses incurred by the Washington State Patrol. (Budget Stabilization Account-State).

172. EXTRAORDINARY CRIM JUSTICE - Funds for extraordinary criminal justice costs in Clallam County, Mason County, and Klickitat County were not expended in the first fiscal year and are reauthorized for expenditure in fiscal year 2015.

Sundry Claims

173. SELF DEFENSE - On the recommendation of the Department of Enterprise Services' Office of Risk Management, payment is made under RCW 9A.16.110 for claims reimbursing legal costs and other expenses of criminal defendants acquitted on the basis of self defense, and payment is made under RCW 4.100.060 for compensation for wrongful conviction.

174. WRONGFUL CONVICTIONS - Pursuant to RCW 4.100.060, compensation is paid for wrongful convictions as ordered by county superior courts.

Contributions to Retirement Systems

175. PENSION ADJUSTMENTS, NONRATE - This item adjusts funding for the state's contributions to the Law Enforcement Officers' and Firefighters' Retirement System Plan 2 to reflect updated data from the Department of Retirement Systems.