



# Proposed 2009-11 Biennial Operating Budget & 2009 2nd Supplemental

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## Agency Detail

Striking Amendment to  
SHB 1244 - H3439.2/09

By Representative Linville  
April 24, 2009



**2009-11 Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 23, 2009  
11:54 pm

	<b>FTEs</b>	<b>Near GF-S</b>	<b>Total</b>
Legislative	815.2	156,095	161,211
Judicial	591.8	229,184	269,541
Governmental Operations	8,348.8	478,974	3,871,901
Other Human Services	16,886.9	2,296,171	4,959,947
DSHS	18,562.0	8,955,615	19,916,421
Natural Resources	5,893.3	379,981	1,466,013
Transportation	827.4	85,214	193,060
Public Schools	291.2	13,311,962	15,649,042
Higher Education	45,302.6	3,262,624	9,491,726
Other Education	489.4	165,978	476,630
Special Appropriations	0.0	2,068,266	2,261,860
<b>Statewide Total</b>	<b>98,008.5</b>	<b>31,390,064</b>	<b>58,717,352</b>

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 23, 2009  
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	FTEs	Near GF-S	Total
<b>Legislative</b>			
House of Representatives	394.4	66,879	66,879
Senate	279.2	52,139	52,139
Jt Leg Audit & Review Committee	22.5	5,758	5,758
LEAP Committee	10.0	3,675	3,675
Office of the State Actuary	12.5	225	4,269
Joint Legislative Systems Comm	46.6	17,170	17,170
Statute Law Committee	46.6	9,639	10,711
Redistricting Commission	3.5	610	610
<b>Total Legislative</b>	<b>815.2</b>	<b>156,095</b>	<b>161,211</b>
<b>Judicial</b>			
Supreme Court	60.9	13,860	13,860
State Law Library	13.8	3,846	3,846
Court of Appeals	139.6	31,688	31,688
Commission on Judicial Conduct	9.5	2,114	2,114
Administrative Office of the Courts	353.0	105,419	141,693
Office of Public Defense	14.0	49,977	52,900
Office of Civil Legal Aid	1.0	22,280	23,440
<b>Total Judicial</b>	<b>591.8</b>	<b>229,184</b>	<b>269,541</b>
<b>Total Legislative/Judicial</b>	<b>1,407.0</b>	<b>385,279</b>	<b>430,752</b>

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**2009-11 Omnibus Operating Budget**  
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(Dollars in Thousands)

April 23, 2009  
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	<b>FTEs</b>	<b>Near GF-S</b>	<b>Total</b>
<b>Governmental Operations</b>			
Office of the Governor	55.6	11,756	13,256
Office of the Lieutenant Governor	6.9	1,558	1,653
Public Disclosure Commission	23.5	4,531	4,531
Office of the Secretary of State	344.5	39,814	107,443
Governor's Office of Indian Affairs	2.5	542	542
Asian-Pacific-American Affrs	2.0	460	460
Office of the State Treasurer	71.3	0	14,802
Office of the State Auditor	324.0	1,451	64,096
Comm Salaries for Elected Officials	1.4	383	383
Office of the Attorney General	1,139.4	10,979	241,958
Caseload Forecast Council	7.0	1,551	1,551
Dept of Financial Institutions	186.2	0	44,197
Dept Community, Trade, Econ Dev	295.0	103,178	592,172
Economic & Revenue Forecast Council	5.2	1,520	1,520
Office of Financial Management	318.5	42,955	136,506
Office of Administrative Hearings	166.7	0	33,523
Department of Personnel	210.6	0	65,459
State Lottery Commission	144.9	0	901,704
Washington State Gambling Comm	160.4	0	29,286
WA State Comm on Hispanic Affairs	2.0	513	513
African-American Affairs Comm	2.0	487	487
Department of Retirement Systems	268.1	0	53,109
State Investment Board	81.4	0	29,581
Public Printer	137.8	0	19,980
Department of Revenue	1,123.3	217,917	234,491
Board of Tax Appeals	12.5	2,732	2,732
Municipal Research Council	0.0	0	5,455
Minority & Women's Business Enterp	17.0	0	3,622
Dept of General Administration	572.7	1,626	194,524
Department of Information Services	472.0	2,208	260,388
Office of Insurance Commissioner	229.4	0	49,921
State Board of Accountancy	11.3	0	3,016
Forensic Investigations Council	0.0	0	280
Washington Horse Racing Commission	28.5	0	10,614
WA State Liquor Control Board	1,186.6	0	243,518
Utilities and Transportation Comm	151.7	0	36,036
Board for Volunteer Firefighters	4.0	0	1,044
Military Department	322.1	20,534	330,846
Public Employment Relations Comm	43.9	6,258	9,548
LEOFF 2 Retirement Board	6.0	0	2,044
Archaeology & Historic Preservation	16.8	2,798	4,765
Growth Management Hearings Board	12.0	3,223	3,223
State Convention and Trade Center	182.8	0	117,122
<b>Total Governmental Operations</b>	<b>8,348.8</b>	<b>478,974</b>	<b>3,871,901</b>

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**2009-11 Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 23, 2009  
11:54 pm

	FTEs	Near GF-S	Total
<b>Other Human Services</b>			
WA State Health Care Authority	284.4	388,433	590,480
Human Rights Commission	41.7	5,616	6,915
Bd of Industrial Insurance Appeals	159.3	0	36,926
Criminal Justice Training Comm	35.1	38,322	44,974
Department of Labor and Industries	2,750.8	49,461	632,323
Indeterminate Sentence Review Board	17.2	3,830	3,830
Home Care Quality Authority	4.0	2,450	2,450
Department of Health	1,535.7	193,048	991,704
Department of Veterans' Affairs	683.3	20,123	110,239
Department of Corrections	8,967.1	1,580,733	1,781,162
Dept of Services for the Blind	75.0	5,094	25,105
Sentencing Guidelines Commission	8.9	1,954	1,954
Employment Security Department	2,324.5	7,107	731,885
<b>Total Other Human Services</b>	<b>16,886.9</b>	<b>2,296,171</b>	<b>4,959,947</b>

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**2009-11 Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 23, 2009  
11:54 pm

	<b>FTEs</b>	<b>Near GF-S</b>	<b>Total</b>
<b>DSHS</b>			
Children and Family Services	2,830.3	633,214	1,140,094
Juvenile Rehabilitation	1,044.2	197,951	213,113
Mental Health	2,916.0	820,901	1,525,591
Developmental Disabilities	3,480.6	820,242	1,918,891
Long-Term Care	1,293.2	1,284,289	3,120,577
Economic Services Administration	4,217.0	1,145,907	2,343,330
Alcohol & Substance Abuse	92.8	166,889	334,485
Medical Assistance Payments	1,124.2	3,582,184	8,824,601
Vocational Rehabilitation	330.1	20,579	106,111
Administration/Support Svcs	625.5	69,392	126,067
Special Commitment Center	466.5	107,164	107,164
Payments to Other Agencies	0.0	106,903	156,397
Information System Services	141.8	0	0
<b>Total DSHS</b>	<b>18,562.0</b>	<b>8,955,615</b>	<b>19,916,421</b>
<b>Total Human Services</b>	<b>35,448.9</b>	<b>11,251,786</b>	<b>24,876,368</b>

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**2009-11 Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 23, 2009  
11:54 pm

	<b>FTEs</b>	<b>Near GF-S</b>	<b>Total</b>
<b>Natural Resources</b>			
Columbia River Gorge Commission	9.7	886	1,780
Department of Ecology	1,551.6	118,356	446,511
WA Pollution Liab Insurance Program	6.0	0	1,644
State Parks and Recreation Comm	749.1	46,485	153,481
Rec and Conservation Funding Board	24.8	3,069	18,207
Environmental Hearings Office	9.0	2,153	2,153
State Conservation Commission	18.0	15,399	16,578
Dept of Fish and Wildlife	1,385.6	81,173	326,831
Puget Sound Partnership	33.0	6,417	11,436
Department of Natural Resources	1,365.2	81,132	360,354
Department of Agriculture	741.6	24,911	127,038
<b>Total Natural Resources</b>	<b>5,893.3</b>	<b>379,981</b>	<b>1,466,013</b>

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**2009-11 Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 23, 2009  
11:54 pm

	<b>FTEs</b>	<b>Near GF-S</b>	<b>Total</b>
<b>Transportation</b>			
Washington State Patrol	548.6	81,834	136,475
Department of Licensing	278.9	3,380	56,585
<b>Total Transportation</b>	<b>827.4</b>	<b>85,214</b>	<b>193,060</b>

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**2009-11 Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 23, 2009  
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	<b>FTEs</b>	<b>Near GF-S</b>	<b>Total</b>
<b>Public Schools</b>			
OSPI & Statewide Programs	240.4	67,767	158,984
General Apportionment	0.0	10,186,760	10,186,760
Pupil Transportation	0.0	614,427	614,427
School Food Services	0.0	6,318	433,318
Special Education	1.5	1,294,103	1,950,155
Educational Service Districts	0.0	16,789	16,789
Levy Equalization	0.0	252,918	429,202
Elementary/Secondary School Improv	0.0	0	43,450
Institutional Education	0.0	36,935	36,935
Ed of Highly Capable Students	0.0	18,867	18,867
Student Achievement Program	0.0	104,101	304,396
Education Reform	49.3	292,805	446,393
Transitional Bilingual Instruction	0.0	158,931	204,194
Learning Assistance Program (LAP)	0.0	251,284	795,209
Compensation Adjustments	0.0	9,957	9,963
<b>Total Public Schools</b>	<b>291.2</b>	<b>13,311,962</b>	<b>15,649,042</b>

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**2009-11 Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 23, 2009  
11:54 pm

	FTEs	Near GF-S	Total
<b>Higher Education</b>			
Higher Education Coordinating Board	100.7	534,919	582,489
University of Washington	19,354.3	621,090	4,278,377
Washington State University	5,956.0	409,437	1,185,606
Eastern Washington University	1,305.2	91,568	235,883
Central Washington University	1,134.8	86,940	262,122
The Evergreen State College	634.7	48,827	111,698
Spokane Intercol Rsch & Tech Inst	21.7	3,209	5,487
Western Washington University	1,648.3	108,929	336,544
Community/Technical College System	15,147.1	1,357,705	2,493,520
<b>Total Higher Education</b>	<b>45,302.6</b>	<b>3,262,624</b>	<b>9,491,726</b>
<b>Other Education</b>			
State School for the Blind	86.0	11,810	13,738
State School for the Deaf	109.2	17,248	17,774
Work Force Trng & Educ Coord Board	21.2	3,143	57,908
Department of Early Learning	183.5	121,523	366,382
Washington State Arts Commission	11.0	3,759	6,736
Washington State Historical Society	43.8	5,228	7,737
East Wash State Historical Society	34.8	3,267	6,355
<b>Total Other Education</b>	<b>489.4</b>	<b>165,978</b>	<b>476,630</b>
<b>Total Education</b>	<b>46,083.2</b>	<b>16,740,564</b>	<b>25,617,398</b>

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**2009-11 Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 23, 2009  
11:54 pm

	<b>FTEs</b>	<b>Near GF-S</b>	<b>Total</b>
<b>Special Appropriations</b>			
Bond Retirement and Interest	0.0	1,813,244	1,997,338
Special Approps to the Governor	0.0	123,992	132,492
State Employee Compensation Adjust	0.0	800	1,800
Contributions to Retirement Systems	0.0	130,230	130,230
<b>Total Special Appropriations</b>	<b>0.0</b>	<b>2,068,266</b>	<b>2,261,860</b>

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**2009-11 Omnibus Operating Budget**  
**House of Representatives**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	406.2	71,377	71,452
2009-11 Maintenance Level	410.8	74,198	74,198
<b>Policy Non-Comp Changes:</b>			
1. Reductions/Efficiency Measures	-16.4	-6,530	-6,530
Policy -- Non-Comp Total	-16.4	-6,530	-6,530
<b>Policy Comp Changes:</b>			
2. Employee Health Insurance	0.0	307	307
3. Actuarial Method Changes-State	0.0	-1,096	-1,096
Policy -- Comp Total	0.0	-789	-789
Total Policy Changes	-16.4	-7,319	-7,319
Total 2009-11 Biennium	394.4	66,879	66,879

*Comments:*

- 1. Reductions/Efficiency Measures** - Funding is reduced in recognition of efficiency efforts by legislative branch agencies.
- 2. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
- 3. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Senate**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	297.5	56,891	56,966
2009-11 Maintenance Level	297.9	57,753	57,753
<b>Policy Non-Comp Changes:</b>			
1. Reductions/Efficiency Measures	-18.7	-4,976	-4,976
Policy -- Non-Comp Total	-18.7	-4,976	-4,976
<b>Policy Comp Changes:</b>			
2. Employee Health Insurance	0.0	196	196
3. Actuarial Method Changes-State	0.0	-834	-834
Policy -- Comp Total	0.0	-638	-638
Total Policy Changes	-18.7	-5,614	-5,614
Total 2009-11 Biennium	279.2	52,139	52,139

*Comments:*

- 1. Reductions/Efficiency Measures** - Funding is reduced in recognition of efficiency efforts by legislative branch agencies.
- 2. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
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**2009-11 Omnibus Operating Budget**  
**Jt Leg Audit & Review Committee**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	22.9	6,669	6,669
2009-11 Maintenance Level	22.5	6,372	6,372
<b>Policy Non-Comp Changes:</b>			
1. Reductions/Efficiency Measures	0.0	-533	-533
Policy -- Non-Comp Total	0.0	-533	-533
<b>Policy Comp Changes:</b>			
2. Employee Health Insurance	0.0	21	21
3. Actuarial Method Changes-State	0.0	-102	-102
Policy -- Comp Total	0.0	-81	-81
Total Policy Changes	0.0	-614	-614
Total 2009-11 Biennium	22.5	5,758	5,758

*Comments:*

- 1. Reductions/Efficiency Measures** - Funding is reduced in recognition of efficiency efforts by legislative branch agencies.
- 2. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
- 3. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**LEAP Committee**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	12.0	3,922	3,922
2009-11 Maintenance Level	12.0	4,045	4,045
<b>Policy Non-Comp Changes:</b>			
1. Reductions/Efficiency Measures	-2.0	-352	-352
2. State Education System	0.0	71	71
Policy -- Non-Comp Total	-2.0	-281	-281
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	9	9
4. Remove Merit Increments	0.0	-36	-36
5. Actuarial Method Changes-State	0.0	-62	-62
Policy -- Comp Total	0.0	-89	-89
Total Policy Changes	-2.0	-370	-370
Total 2009-11 Biennium	10.0	3,675	3,675

*Comments:*

- 1. Reductions/Efficiency Measures** - Funding is reduced in recognition of efficiency efforts by legislative branch agencies.
- 2. State Education System** - Funding is provided for the Committee's role in the implementation of Engrossed Senate Bill 6048 (state's education system).
- 3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
- 4. Remove Merit Increments** - Funding provided at maintenance level for costs associated with providing merit increments for employees in smaller agencies is eliminated.
- 5. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Office of the State Actuary**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	12.5	25	3,516
2009-11 Maintenance Level	12.5	50	3,649
<b>Policy Non-Comp Changes:</b>			
1. LEOFF 1 Retiree Medical Study	0.0	0	25
2. PEBB Tool for Local Government	0.0	0	5
3. OPEB Valuation for UW Medical Centr	0.0	0	20
4. Disability Study	0.0	0	51
5. Public Employee Benefits Study	0.0	0	735
6. Administrative Efficiencies	0.0	0	-337
7. GET Program Review	0.0	175	175
Policy -- Non-Comp Total	0.0	175	674
<b>Policy Comp Changes:</b>			
8. Employee Health Insurance	0.0	0	10
9. Remove Merit Increments	0.0	0	-6
10. Actuarial Method Changes-State	0.0	0	-58
Policy -- Comp Total	0.0	0	-54
Total Policy Changes	0.0	175	620
Total 2009-11 Biennium	12.5	225	4,269

*Comments:*

**1. LEOFF 1 Retiree Medical Study** - Funding is provided to perform an ongoing biennial actuarial study of local government liabilities for Law Enforcement Officers' and Fire Fighters' Retirement System Plan 1 (LEOFF 1) post-retirement medical benefits. (Department of Retirement Systems Expense Account-State)

**2. PEBB Tool for Local Government** - Funding is provided to create, implement, and maintain a tool to assist local government employers who participate in the Public Employee Benefits Board (PEBB) with their financial reporting for Other Post-Employment Benefits (OPEB). (Department of Retirement Systems Expense Account-State)

**3. OPEB Valuation for UW Medical Centr** - Funding is provided to perform ongoing valuations to assist the University of Washington Medical Center and Harborview Medical Center with their OPEB financial reporting. (Department of Retirement Systems Expense Account-State)

**4. Disability Study** - Funding is provided for the State Actuary to contract with the Washington State Institute for Public Policy for a study of the disability benefits provided to the Plan 2 and Plan 3 members of the PERS, TRS, and SERS retirement systems. The Institute shall report its findings to the Select Committee on Pension Policy by November 1, 2009. (Department of Retirement Systems Expense Account-State)

**5. Public Employee Benefits Study** - Funding is provided for the State Actuary to conduct, directly or by contract, a study of the cost of providing health benefits for public employees. The study shall examine the actuarial value of health benefits provided to state, school district, and local government employees, and the cost of those benefits to employees and employers. By December 15, 2010, the State Actuary shall report the findings of the study to the Governor and the fiscal committees of the Legislature. (Health Care Authority Administrative Account-State)

**6. Administrative Efficiencies** - Funding is reduced in recognition of efficiency efforts by legislative branch agencies.

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**2009-11 Omnibus Operating Budget  
Office of the State Actuary**

**7. GET Program Review** - Funding is provided for the office of the state actuary to conduct an independent assessment of alternatives for assuring the long-term financial solvency of the Guaranteed Education Tuition (GET) program. In conducting this review, the office may contract for assistance and shall consult with the Higher Education Coordination Board, the Legislature's operating budget committees, the Office of Financial Management, and the state's public colleges and universities in completing this review, and shall report findings, an assessment of the major alternatives, and suggested actions to the Governor and to the relevant legislative committees by November 15, 2009. (Department of Retirement Systems Expense Account-State)

**8. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**9. Remove Merit Increments** - Funding provided at maintenance level for costs associated with providing merit increments for employees in smaller agencies is eliminated.

**10. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Joint Legislative Systems Comm**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	51.0	18,300	18,300
2009-11 Maintenance Level	51.0	18,995	18,995
<b>Policy Non-Comp Changes:</b>			
1. Reductions/Efficiency Measures	-4.4	-1,671	-1,671
Policy -- Non-Comp Total	-4.4	-1,671	-1,671
<b>Policy Comp Changes:</b>			
2. Employee Health Insurance	0.0	40	40
3. Actuarial Method Changes-State	0.0	-194	-194
Policy -- Comp Total	0.0	-154	-154
Total Policy Changes	-4.4	-1,825	-1,825
Total 2009-11 Biennium	46.6	17,170	17,170

*Comments:*

- 1. Reductions/Efficiency Measures** - Funding is reduced in recognition of efficiency efforts by legislative branch agencies.
- 2. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
- 3. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Statute Law Committee**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	51.0	10,106	11,278
2009-11 Maintenance Level	51.0	10,698	11,770
<b>Policy Non-Comp Changes:</b>			
1. Reductions/Efficiency Measures	-4.4	-942	-942
Policy -- Non-Comp Total	-4.4	-942	-942
<b>Policy Comp Changes:</b>			
2. Employee Health Insurance	0.0	34	34
3. Actuarial Method Changes-State	0.0	-151	-151
Policy -- Comp Total	0.0	-117	-117
Total Policy Changes	-4.4	-1,059	-1,059
Total 2009-11 Biennium	46.6	9,639	10,711

*Comments:*

- 1. Reductions/Efficiency Measures** - Funding is reduced in recognition of efficiency efforts by legislative branch agencies.
- 2. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
- 3. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Redistricting Commission**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	0.0	0	0
2009-11 Maintenance Level	3.5	663	663
<b>Policy Non-Comp Changes:</b>			
1. Administrative Reduction	<u>0.0</u>	<u>-53</u>	<u>-53</u>
Policy -- Non-Comp Total	0.0	-53	-53
Total Policy Changes	0.0	-53	-53
Total 2009-11 Biennium	3.5	610	610

*Comments:*

- 1. Administrative Reduction** - Funding is reduced in recognition of efficiency efforts by legislative branch agencies.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Supreme Court**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	64.9	14,990	14,990
2009-11 Maintenance Level	63.9	15,304	15,304
<b>Policy Non-Comp Changes:</b>			
1. Agency Wide Reduction	-3.0	-1,224	-1,224
Policy -- Non-Comp Total	-3.0	-1,224	-1,224
<b>Policy Comp Changes:</b>			
2. Employee Health Insurance	0.0	54	54
3. Actuarial Method Changes-State	0.0	-274	-274
Policy -- Comp Total	0.0	-220	-220
Total Policy Changes	-3.0	-1,444	-1,444
Total 2009-11 Biennium	60.9	13,860	13,860

*Comments:*

**1. Agency Wide Reduction** - Funding is reduced in recognition of efficiency efforts by judicial branch agencies.

**2. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**3. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**State Law Library**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	14.8	4,537	4,537
2009-11 Maintenance Level	14.8	4,594	4,594
<b>Policy Non-Comp Changes:</b>			
1. Agency Wide Reduction	-1.0	-730	-730
Policy -- Non-Comp Total	-1.0	-730	-730
<b>Policy Comp Changes:</b>			
2. Employee Health Insurance	0.0	12	12
3. Actuarial Method Changes-State	0.0	-30	-30
Policy -- Comp Total	0.0	-18	-18
Total Policy Changes	-1.0	-748	-748
Total 2009-11 Biennium	13.8	3,846	3,846

*Comments:*

**1. Agency Wide Reduction** - Funding is reduced in recognition of efficiency efforts by judicial branch agencies.

**2. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**3. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Court of Appeals**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	145.1	33,237	33,237
2009-11 Maintenance Level	145.6	34,941	34,941
<b>Policy Non-Comp Changes:</b>			
1. Agency Wide Reductions	-6.0	-2,795	-2,795
Policy -- Non-Comp Total	-6.0	-2,795	-2,795
<b>Policy Comp Changes:</b>			
2. Employee Health Insurance	0.0	122	122
3. Actuarial Method Changes-State	0.0	-580	-580
Policy -- Comp Total	0.0	-458	-458
Total Policy Changes	-6.0	-3,253	-3,253
Total 2009-11 Biennium	139.6	31,688	31,688

*Comments:*

**1. Agency Wide Reductions** - Funding is reduced in recognition of efficiency efforts by judicial branch agencies.

**2. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**3. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009-11 Omnibus Operating Budget**  
**Commission on Judicial Conduct**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	9.5	2,251	2,251
2009-11 Maintenance Level	9.5	2,328	2,328
<b>Policy Non-Comp Changes:</b>			
1. Agency Wide Reductions	0.0	-186	-186
Policy -- Non-Comp Total	0.0	-186	-186
<b>Policy Comp Changes:</b>			
2. Employee Health Insurance	0.0	6	6
3. Actuarial Method Changes-State	0.0	-34	-34
Policy -- Comp Total	0.0	-28	-28
Total Policy Changes	0.0	-214	-214
Total 2009-11 Biennium	9.5	2,114	2,114

*Comments:*

**1. Agency Wide Reductions** - Funding is reduced in recognition of efficiency efforts by judicial branch agencies.

**2. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**3. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Administrative Office of the Courts**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	365.4	117,213	158,136
2009-11 Maintenance Level	367.0	122,560	142,564
<b>Policy Non-Comp Changes:</b>			
1. Thurston County Impact Fees	0.0	25	25
2. Disaster Recovery	0.0	0	140
3. JIS Modernization and Integration	0.0	0	1,700
4. Case Management System Migration	0.0	0	4,000
5. Superior Court Judge - King County	1.0	212	212
6. Agency Wide Reductions	-15.0	-9,804	-9,804
7. Sealing Juvenile Records	0.0	0	12
8. External and Internal Equipment	0.0	0	3,000
9. Utilize JST Account Funds	0.0	-6,598	0
10. Information Tech Maintenance	0.0	0	1,000
Policy -- Non-Comp Total	-14.0	-16,165	285
<b>Policy Comp Changes:</b>			
11. Employee Health Insurance	0.0	260	300
12. Actuarial Method Changes-State	0.0	-1,236	-1,456
Policy -- Comp Total	0.0	-976	-1,156
Total Policy Changes	-14.0	-17,141	-871
Total 2009-11 Biennium	353.0	105,419	141,693

*Comments:*

**1. Thurston County Impact Fees** - Funding is provided to mitigate the costs of the large number of civil cases filed in Thurston County, the official seat of state government.

**2. Disaster Recovery** - Funding is provided for increased costs of the statewide court case management systems' disaster recovery plan. The funding provides for hardware, mainframe, server, and network components needed for successful testing and recovery in the event of a disaster. (Judicial Information Systems' Account-State)

**3. JIS Modernization and Integration** - One-time funding is provided for the development of a comprehensive enterprise-level information technology strategy, and for detailed business and operational plans in support of that strategy. (Judicial Information Systems' Account-State)

**4. Case Management System Migration** - One-time funding is provided to migrate the Judicial Information System to a more modular, extendable, and integrated statewide court case management system. The funding will allow the Administrative Office of the Courts to continue to modernize and integrate current systems and enhance case management functionality on an incremental basis. (Judicial Information Systems' Account-State)

**5. Superior Court Judge - King County** - Funding is provided for the 53rd superior court judicial position in King County.

**6. Agency Wide Reductions** - Funding is reduced in recognition of efficiency efforts by judicial branch agencies. The Department may not reduce funding for the Becca program and truancy petitions.

**7. Sealing Juvenile Records** - One-time funding is provided for programming costs to implement the Engrossed Substitute House Bill 1954 (sealing juvenile records). (Judicial Information Systems' Account-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Administrative Office of the Courts**

**8. External and Internal Equipment** - One-time funding is provided to replace computer equipment at the local courts that use the Judicial Information System and to replace computer equipment at state judicial agencies. (Judicial Information Systems' Account-State)

**9. Utilize JST Account Funds** - Funding from the Judicial Stabilization Trust (JST) Account is used for costs associated with the Administrative Office of the Courts (AOC). The funding from the JST Account that will be used for costs of the AOC are assumed to be from court filing fees authorized in legislation creating the JST Account. (Judicial Stabilization Trust Account)

**10. Information Tech Maintenance** - Funding is provided support continued maintenance on and improvements to the Judicial Information System. (Judicial Information Systems' Account-State)

**11. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**12. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Office of Public Defense**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	15.5	54,133	54,133
2009-11 Maintenance Level	15.5	54,142	54,142
<b>Policy Non-Comp Changes:</b>			
1. Agency Wide Reductions	-1.5	-1,190	-1,190
2. Utilize JST Account Funds	0.0	-2,923	0
Policy -- Non-Comp Total	-1.5	-4,113	-1,190
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	12	12
4. Actuarial Method Changes-State	0.0	-64	-64
Policy -- Comp Total	0.0	-52	-52
Total Policy Changes	-1.5	-4,165	-1,242
Total 2009-11 Biennium	14.0	49,977	52,900

*Comments:*

- 1. Agency Wide Reductions** - Funding is reduced in recognition of efficiency efforts by judicial branch agencies.
- 2. Utilize JST Account Funds** - Funding from the Judicial Stabilization Trust (JST) Account is used for costs associated with the Office of Public Defense (OPD). The funding from the JST Account that will be used for costs of the OPD are assumed to be from court court filing fees authorized in legislation creating the JST Account. (Judicial Stabilization Trust Account)
- 3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
- 4. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Office of Civil Legal Aid**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	1.0	22,477	22,477
2009-11 Maintenance Level	1.0	23,622	23,622
<b>Policy Non-Comp Changes:</b>			
1. Sole-Source Contracted Services	0.0	583	583
2. Eliminate Agricultural ADR Program	0.0	-240	-240
3. Utilize JST Account Funds	0.0	-1,160	0
4. Agency Reduction	0.0	-520	-520
Policy -- Non-Comp Total	0.0	-1,337	-177
<b>Policy Comp Changes:</b>			
5. Employee Health Insurance	0.0	1	1
6. Actuarial Method Changes-State	0.0	-6	-6
Policy -- Comp Total	0.0	-5	-5
Total Policy Changes	0.0	-1,342	-182
Total 2009-11 Biennium	1.0	22,280	23,440

*Comments:*

**1. Sole-Source Contracted Services** - Funding is provided for the state's share of known and measurable increases in the two principal areas of the sole-source contractor's operations that are subject to regular cost increases: personnel costs, and leasehold obligations.

**2. Eliminate Agricultural ADR Program** - Funding is reduced to reflect the termination of OCLA's contract with the Washington State Grange for agricultural dispute resolution services.

**3. Utilize JST Account Funds** - Funding from the Judicial Stabilization Trust (JST) Account is used for costs associated with the Office of Civil Legal Aid (OCLA). The funding from the JST Account that will be used for costs of the OCLA are assumed to be from court court filing fees authorized in legislation creating the JST Account. (Judicial Stabilization Trust Account)

**4. Agency Reduction** - Funding for the Office of Civil Legal Aid is reduced. The office shall reduce spending in those areas that will have the least impact on implementing it's mission.

**5. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**6. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Office of the Governor**  
(Dollars in Thousands)

	Proposed House Striker		
	FTEs	Near GF-S	Total
2007-09 Estimated Expenditures	64.6	13,549	20,264
2009-11 Maintenance Level	65.6	14,074	18,789
<b>Policy Non-Comp Changes:</b>			
1. Transfer Oil Spill Program to PSP	-4.0	0	-715
2. Education Ombudsman	-2.0	-550	-550
3. Econ Development Strategic Reserve	0.0	0	-2,500
4. Agency Wide Reductions	0.0	-443	-443
5. Transfer Salmon Recovery Office	-4.0	-500	-500
6. Governor-Directed Freeze	0.0	-540	-540
7. Governor-Directed 1% Cut	0.0	-146	-146
Policy -- Non-Comp Total	-10.0	-2,179	-5,394
<b>Policy Comp Changes:</b>			
8. Employee Health Insurance	0.0	43	43
9. Actuarial Method Changes-State	0.0	-182	-182
Policy -- Comp Total	0.0	-139	-139
Total Policy Changes	-10.0	-2,318	-5,533
Total 2009-11 Biennium	55.6	11,756	13,256

*Comments:*

**1. Transfer Oil Spill Program to PSP** - Responsibility for providing advice related to the state's oil spill program will move from the Oil Spill Advisory Council to the Puget Sound Partnership Leadership Council. Existing Puget Sound Partnership staff and funding will be used to support this function. (Oil Spill Prevention Account-State)

**2. Education Ombudsman** - The functions of the Office of Education Ombudsman are being consolidated in the Seattle office.

**3. Econ Development Strategic Reserve** - Expenditures from the Economic Development Strategic Reserve Account are suspended for the 2009-11 fiscal biennium.

**4. Agency Wide Reductions** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

**5. Transfer Salmon Recovery Office** - Funding is reduced pursuant to Substitute House Bill 2157 (Salmon Recovery). The Governor's Salmon Recovery Office is transferred to the Recreation and Conservation Office (RCO). Reporting on Salmon recovery will be consolidated, and programmatic efficiencies will be realized. The Department of Ecology and Fish and Wildlife will continue to participate in salmon recovery through interagency agreements with the RCO.

**6. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**7. Governor-Directed 1% Cut** - In October 2008, Governor Gregoire asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Office of the Governor**

**8. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**9. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Office of the Lieutenant Governor**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	8.0	1,619	1,714
2009-11 Maintenance Level	8.0	1,732	1,827
<b>Policy Non-Comp Changes:</b>			
1. Administrative Efficiencies	<u>-1.1</u>	<u>-152</u>	<u>-152</u>
Policy -- Non-Comp Total	-1.1	-152	-152
<b>Policy Comp Changes:</b>			
2. Employee Health Insurance	0.0	6	6
3. Actuarial Method Changes-State	<u>0.0</u>	<u>-28</u>	<u>-28</u>
Policy -- Comp Total	0.0	-22	-22
Total Policy Changes	-1.1	-174	-174
Total 2009-11 Biennium	6.9	1,558	1,653

*Comments:*

**1. Administrative Efficiencies** - Savings realized from the Governor's requested freeze in 2008 on equipment, personal service contracts, hiring, out-of-state travel, and other administrative efficiencies are carried into the 2009-11 biennium.

**2. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**3. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Public Disclosure Commission**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	26.5	4,994	4,994
2009-11 Maintenance Level	26.5	5,068	5,068
<b>Policy Non-Comp Changes:</b>			
1. Agency Wide Reductions	-3.0	-356	-356
2. Governor-Directed Freeze	0.0	-90	-90
Policy -- Non-Comp Total	-3.0	-446	-446
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	21	21
4. Remove Merit Increments	0.0	-30	-30
5. Actuarial Method Changes-State	0.0	-82	-82
Policy -- Comp Total	0.0	-91	-91
Total Policy Changes	-3.0	-537	-537
Total 2009-11 Biennium	23.5	4,531	4,531

*Comments:*

**1. Agency Wide Reductions** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

**2. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**4. Remove Merit Increments** - Funding provided at maintenance level for costs associated with providing merit increments for employees in smaller agencies is eliminated.

**5. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Office of the Secretary of State**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	331.1	55,679	127,022
2009-11 Maintenance Level	337.3	44,459	110,008
<b>Policy Non-Comp Changes:</b>			
1. Elections Division Efficiencies	0.0	-643	-643
2. Reduce TVW Pass-Through Funding	0.0	-993	-993
3. Digital Archives Alternate Funding	0.0	0	-200
4. Defer Charity Education Program	0.0	0	-123
5. Charities and Corporations Filings	8.9	0	904
6. Digital Archives Growth	4.0	0	1,432
7. Voter Database Connectivity Fee	0.0	382	382
8. Census and Redistricting Project	2.0	305	305
9. Archives Inventory Control	0.0	0	285
10. Reduce Humanities Washington	0.0	-60	-60
11. Limited Partnership Act	0.0	125	125
12. Administrative Efficiencies	0.0	-1,500	-1,500
13. Governor-Directed Freeze	-7.7	-1,556	-1,556
14. Governor-Directed 1% Cut	0.0	-332	-332
Policy -- Non-Comp Total	7.2	-4,272	-1,974
<b>Policy Comp Changes:</b>			
15. Employee Health Insurance	0.0	182	288
16. Actuarial Method Changes-State	0.0	-555	-879
Policy -- Comp Total	0.0	-373	-591
Total Policy Changes	7.2	-4,645	-2,565
Total 2009-11 Biennium	344.5	39,814	107,443

*Comments:*

**1. Elections Division Efficiencies** - This reduction reflects efficiencies in the Elections Division that will result in decreased printing and mailing costs. Funding is also removed for the newspaper publication of proposed constitutional amendments and other state measures.

**2. Reduce TVW Pass-Through Funding** - Due to the lack of available resources, the Secretary of State will reduce the contract for television coverage of state government by 20 percent during the 2009-11 biennium.

**3. Digital Archives Alternate Funding** - The Digital Archives was allocated funds through the Information Technology Pool in the 2007-09 biennium for investments in hardware, software, and staff. This funding is reduced in the 2009-11 biennium to reflect the amount of the remaining Information Technology Pool allocation that can be used in FYs 2010 and 2011. (Archives and Records Management Account-State, Local Government Archives Account-State)

**4. Defer Charity Education Program** - Chapter 471, Laws of 2007 established the Charitable Organization Education Program within the Secretary of State's Office. The program is deferred until funding is available. (Charitable Organization Education Account-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Office of the Secretary of State**

- 5. Charities and Corporations Filings** - The Office of the Secretary of State is responsible for processing various registration forms, including those from profit and non-profit corporations, charities, limited liability companies, limited partnerships, trademarks, domestic partnerships, fundraisers, and trusts. Additional ongoing funding and staff are provided for the Corporations Division to continue timely processing of each filing. (Secretary of State's Revolving Account-Non-Appropriated)
- 6. Digital Archives Growth** - The Digital Archives ensures that the state's significant legal and historic electronic public records are preserved and securely maintained in accordance with state statutes. Ongoing funding is provided for four FTE staff. One-time funding is provided for an additional FTE staff, hardware and software. (Archives and Records Management Account-State, Local Government Archives Account-State)
- 7. Voter Database Connectivity Fee** - State and federal laws require the Secretary of State to maintain a statewide voter registration database (VRDB) that serves as the single system for storing and maintaining the official list of registered voters throughout the state. Beginning in FY 2011, ongoing funding will be provided to connect the VRDB to the Department of Information Services' Intergovernmental Network to interface with the voter registration systems in every county in the state.
- 8. Census and Redistricting Project** - Every 10 years, each state participates in the U.S. Census Bureau's Redistricting Data Program, which produces data used to reestablish legislative and congressional districts. Funding is provided so that the Secretary of State can continue to develop information that will be used for the 2010 Census and Washington's Redistricting Commission. (General Fund-State)
- 9. Archives Inventory Control** - One-time funding is provided to implement an inventory control system at the State Archives in preparation for the State Archives' move into the Heritage Center, and to purchase additional archival boxes. (Archives and Records Management Account-State, Local Government Archives Account-State)
- 10. Reduce Humanities Washington** - Pass-through funding to Humanities Washington for its "We the People" community conversations program is reduced.
- 11. Limited Partnership Act** - Funding is provided pursuant to Substitute House Bill 1067 (Limited Partnership Act). Funding is used to replace the Washington Revised Uniform Limited Partnership Act with the new Washington Uniform Limited Partnership Act.
- 12. Administrative Efficiencies** - FTE staff years, salaries, benefits, travel expenses, and other operating costs are reduced to attain administrative efficiencies.
- 13. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.
- 14. Governor-Directed 1% Cut** - In October 2008, Governor Gregoire asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.
- 15. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
- 16. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Governor's Office of Indian Affairs**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	2.5	811	811
2009-11 Maintenance Level	2.5	621	621
<b>Policy Non-Comp Changes:</b>			
1. Agency Wide Reduction	0.0	-56	-56
2. Governor-Directed Freeze	0.0	-16	-16
Policy -- Non-Comp Total	0.0	-72	-72
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	3	3
4. Actuarial Method Changes-State	0.0	-10	-10
Policy -- Comp Total	0.0	-7	-7
Total Policy Changes	0.0	-79	-79
Total 2009-11 Biennium	2.5	542	542

*Comments:*

**1. Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

**2. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**4. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Asian-Pacific-American Affrs**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	2.0	805	805
2009-11 Maintenance Level	2.0	525	525
<b>Policy Non-Comp Changes:</b>			
1. Agency Wide Reduction	0.0	-49	-49
2. Governor-Directed Freeze	0.0	-10	-10
Policy -- Non-Comp Total	0.0	-59	-59
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	2	2
4. Actuarial Method Changes-State	0.0	-8	-8
Policy -- Comp Total	0.0	-6	-6
Total Policy Changes	0.0	-65	-65
Total 2009-11 Biennium	2.0	460	460

*Comments:*

**1. Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

**2. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**4. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Office of the State Treasurer**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	72.3	0	15,539
2009-11 Maintenance Level	72.3	0	15,812
<b>Policy Non-Comp Changes:</b>			
1. Efficiency Reduction	-1.0	0	-791
Policy -- Non-Comp Total	-1.0	0	-791
<b>Policy Comp Changes:</b>			
2. Employee Health Insurance	0.0	0	58
3. Actuarial Method Changes-State	0.0	0	-277
Policy -- Comp Total	0.0	0	-219
Total Policy Changes	-1.0	0	-1,010
Total 2009-11 Biennium	71.3	0	14,802

*Comments:*

**1. Efficiency Reduction** - FTE staff years, salaries, benefits, travel expenses, and other operating costs are reduced to attain administrative efficiencies.

**2. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**3. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Office of the State Auditor**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	360.4	1,600	82,601
2009-11 Maintenance Level	361.7	1,659	85,067
<b>Policy Non-Comp Changes:</b>			
1. Efficiency Savings	-18.7	-84	-3,869
2. Performance Audit Fund Transfers	-19.0	0	-14,239
3. Municipal Audit Efficiency Savings	0.0	0	-1,700
4. Governor-Directed Freeze	0.0	-82	-82
5. Governor-Directed 1% Cut	0.0	-18	-18
Policy -- Non-Comp Total	-37.7	-184	-19,908
<b>Policy Comp Changes:</b>			
6. Employee Health Insurance	0.0	7	338
7. Actuarial Method Changes-State	0.0	-31	-1,401
Policy -- Comp Total	0.0	-24	-1,063
Total Policy Changes	-37.7	-208	-20,971
Total 2009-11 Biennium	324.0	1,451	64,096

*Comments:*

**1. Efficiency Savings** - Funding is reduced to reflect efficiencies within State Auditor's Office involving audits of state government agencies. (General Fund-State, Auditing Services Revolving Account-State)

**2. Performance Audit Fund Transfers** - Funds from the Performance Audits of Government Account are transferred from the State Auditor's Office to the state General Fund. (Performance Audits of Government Account-Non-Appropriated)

**3. Municipal Audit Efficiency Savings** - Funding is reduced to reflect efficiencies within the State Auditor's Office involving audits of municipal government entities. (Municipal Services Revolving Account-Non-Appropriated)

**4. Governor-Directed Freeze** - Funding is reduced to reflect a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal services contracts, and equipment purchases not related to public safety or other essential activities.

**5. Governor-Directed 1% Cut** - Funding is reduced to reflect a similar amount of savings each fiscal year as was achieved in FY 2009 through the 1 percent cut enacted by the Governor in FY 2008.

**6. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**7. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Comm Salaries for Elected Officials**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	1.4	384	384
2009-11 Maintenance Level	1.4	401	401
<b>Policy Non-Comp Changes:</b>			
1. Reduce Number of Meetings	0.0	-6	-6
2. Fiscal Year Fund Shift	0.0	0	0
3. Administrative Efficiencies	0.0	-4	-4
4. Governor-Directed Freeze	0.0	-6	-6
Policy -- Non-Comp Total	0.0	-16	-16
<b>Policy Comp Changes:</b>			
5. Employee Health Insurance	0.0	2	2
6. Actuarial Method Changes-State	0.0	-4	-4
Policy -- Comp Total	0.0	-2	-2
Total Policy Changes	0.0	-18	-18
Total 2009-11 Biennium	1.4	383	383

*Comments:*

**1. Reduce Number of Meetings** - Funding is reduced to reflect savings resulting from the elimination of two one-day commission meetings in the 2009-11 biennium.

**3. Administrative Efficiencies** - Funding is reduced to reflect administrative efficiencies.

**4. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**5. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**6. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009-11 Omnibus Operating Budget**  
**Office of the Attorney General**  
(Dollars in Thousands)

	<b>Proposed House Striker</b>		<b>Total</b>
	<b>FTEs</b>	<b>Near GF-S</b>	
2007-09 Estimated Expenditures	1,176.4	15,336	254,446
2009-11 Maintenance Level	1,180.0	15,406	263,639
<b>Policy Non-Comp Changes:</b>			
1. Revise General Fund Appropriation	0.0	-3,506	-3,506
2. Agency Generated Efficiency Savings	-37.5	0	-15,908
3. Tacoma Office Move	0.0	229	1,389
4. Industrial Insurance Appeals	0.8	0	956
5. Human Trafficking - 2SSB 5850	0.5	80	80
6. Governor-Directed Freeze	-4.4	-848	-848
7. Governor-Directed 1% Cut	0.0	-168	-168
Policy -- Non-Comp Total	-40.6	-4,213	-18,005
<b>Policy Comp Changes:</b>			
8. Employee Health Insurance	0.0	75	1,100
9. Actuarial Method Changes-State	0.0	-289	-4,776
Policy -- Comp Total	0.0	-214	-3,676
Total Policy Changes	-40.6	-4,427	-21,681
Total 2009-11 Biennium	1,139.4	10,979	241,958

*Comments:*

**1. Revise General Fund Appropriation** - As a result of successful cost recovery actions by its Consumer Protection Division, the Attorney General's Office has been able to supplant a portion of its General Fund-State expenditures with moneys recovered from perpetrators of fraudulent activities in the State of Washington.

**2. Agency Generated Efficiency Savings** - During the 2007-09 biennium, the Attorney General's Office worked with clients to reduce the overall cost of legal services to the state. Cost savings included new agency qualifications for services rendered, reductions in administrative costs, and eliminating redundant requests for legal opinions and contract reviews. The state will save \$15 million from these efficiencies. (Legal Services Revolving Account-State)

**3. Tacoma Office Move** - The Attorney General's Tacoma office lease expires June 30, 2010. Funds are provided to pay moving costs and the increased lease costs for the office. The Office of Financial Management (OFM) facilities oversight group projects an increase of \$138,000 over the current location's annual lease costs and one-time moving expenses totaling \$1.02 million. (General Fund-State, Legal Services Revolving Account-State)

**4. Industrial Insurance Appeals** - Funding is provided for Substitute House Bill 1402 (industrial insurance appeals).

**5. Human Trafficking - 2SSB 5850** - Funds are provided for the implementation of Engrossed Second Substitute Senate Bill 5850 (human trafficking violations) to deter human trafficking.

**6. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**7. Governor-Directed 1% Cut** - In October 2008, Governor Gregoire asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Office of the Attorney General**

**8. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**9. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Caseload Forecast Council**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	7.0	1,608	1,608
2009-11 Maintenance Level	7.0	1,605	1,605
<b>Policy Non-Comp Changes:</b>			
1. Child Welfare Outcomes	0.0	20	20
2. Agency Wide Reduction	0.0	-25	-25
3. Governor-Directed Freeze	0.0	-21	-21
Policy -- Non-Comp Total	0.0	-26	-26
<b>Policy Comp Changes:</b>			
4. Employee Health Insurance	0.0	6	6
5. Actuarial Method Changes-State	0.0	-34	-34
Policy -- Comp Total	0.0	-28	-28
Total Policy Changes	0.0	-54	-54
Total 2009-11 Biennium	7.0	1,551	1,551

*Comments:*

**1. Child Welfare Outcomes** - Funding is provided for Second Substitute House Bill 2106 (improving child welfare outcomes through the phased implementation of strategic and proven reforms).

**2. Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

**3. Governor-Directed Freeze** - The Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**4. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**5. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Financial Institutions**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	200.3	1,500	48,337
2009-11 Maintenance Level	206.2	0	48,385
<b>Policy Non-Comp Changes:</b>			
1. Balance to Available Revenues	-20.0	0	-3,700
2. Consumer Loan Companies	0.0	0	420
3. Mortgage Broker Practices	0.0	0	175
4. DIS Rate Reductions	0.0	0	-522
Policy -- Non-Comp Total	-20.0	0	-3,627
<b>Policy Comp Changes:</b>			
5. Employee Health Insurance	0.0	0	167
6. Actuarial Method Changes-State	0.0	0	-728
Policy -- Comp Total	0.0	0	-561
Total Policy Changes	-20.0	0	-4,188
Total 2009-11 Biennium	186.2	0	44,197

*Comments:*

**1. Balance to Available Revenues** - Expenditure authority is reduced to match revenue projections. (Financial Services Regulation Account-Nonappropriated)

**2. Consumer Loan Companies** - Funding is provided to implement Substitute House Bill 1621 (consumer loan companies), regulating the business practices of consumer loan companies for compliance with the secure and fair enforcement for mortgage licensing act of 2008. (Financial Services Regulation Account-Nonappropriated)

**3. Mortgage Broker Practices** - Funding is provided to implement Substitute House Bill 1749 (mortgage broker practices), regulating the business practices of mortgage brokers for compliance with the secure and fair enforcement for mortgage licensing act of 2008. (Financial Services Regulation Account-Nonappropriated)

**4. DIS Rate Reductions** - Funding is reduced to reflect a decrease in the Department of Information Services' (DIS) central service rates. (Financial Services Regulation Account-Nonappropriated)

**5. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**6. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept Community, Trade, Econ Dev**  
(Dollars in Thousands)

	Proposed House Striker		Total
	FTEs	Near GF-S	
2007-09 Estimated Expenditures	359.9	150,316	507,086
2009-11 Maintenance Level	360.8	145,710	495,849
<b>Policy Non-Comp Changes:</b>			
1. Eliminate WSAC Trn Pass Through	0.0	-850	-850
2. Remove Human Trafficking TF	-1.5	-289	-289
3. Downsize Policy Functions at OCVA	-1.1	-162	-162
4. Downsize GMA Technical Assistance	-5.0	-1,810	-1,810
5. Suspend CASA Training Funds	-0.7	-622	-622
6. Downsize Asset Building	-2.0	-788	-788
7. Remove Centro Latino Pass Through	0.0	-200	-200
8. Remove DD Council DSHS Legal Svc	0.0	-500	-500
9. Remove Public Broadcast Grants	0.0	-3,250	-3,250
10. Remove Urban Forestry	-1.0	-268	-268
11. Transfer Drug TF from CJTC	0.0	1,575	3,150
12. Reduce Admin Costs in ITED	-0.5	-516	-516
13. Eliminate CTED Admin for RxR Loans	-0.8	-123	-123
14. End Offender Re-Entry Pilot	-2.0	-3,626	-3,626
15. Reduce Housing Division Admin	-0.5	-70	-70
16. Reduce Community Svc Division Admin	-1.2	-137	-137
17. Downsize ADO Pass Through	0.0	-631	-631
18. Wa Tech Center Reduction	0.0	-635	-635
19. Suspend Gang Witness Program	-0.2	-200	-200
20. Suspend Main St. Tech Assistance	-1.5	-366	-366
21. Eliminate Tidal & Wave	0.0	-73	-73
22. Reduce Research & Special Projects	0.0	-60	-60
23. CSBG Funding	0.0	-2,700	0
24. Eliminate Encourage Cleaner Energy	0.0	-1,000	-1,000
25. Reduce New Americans Contract	0.0	-103	-103
26. Reduce NW Ag Business Center	0.0	-248	-248
27. Reduce Walla Walla CC Pass Through	0.0	-232	-232
28. Development Rights Transfer	0.9	0	212
29. Rural & Resource Lands Study	0.1	24	24
30. Remove Film Office	-2.4	-460	-460
31. Evergreen Jobs Act	0.6	135	135
32. Reduce Dispute Res Ctr Funding	0.0	-600	-600
33. Local Community Capacity	0.0	0	300
34. Fed. Stim. Pack: CSBG	0.0	0	9,204
35. Fed. Stim. Pack: Emerg. Food & Shel	0.0	0	2,433
36. Fed. Stim. Pack: Homeless Preven.	0.0	0	11,000
37. Fed. Stim. Pack: Crime Vict. Assist	0.0	0	1,000
38. Fed. Stim. Pack: Violence-Women	0.0	0	2,900
39. Fed. Stim. Pack: Byrne/JAG	0.0	0	22,400
40. Homeless Family Shelter Program	0.0	-5,000	0
41. Housing Assistance	0.0	0	1,800
42. Community Development Authority	0.0	0	350
43. CERB Service Delivery	0.5	0	112

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept Community, Trade, Econ Dev**  
(Dollars in Thousands)

		<b>Proposed House Striker</b>		
		<b>FTEs</b>	<b>Near GF-S</b>	<b>Total</b>
44.	Reduce ITED Statewide Services	-2.1	-325	-325
45.	Reduce Global Trade and Investment	-3.7	-562	-562
46.	Reduce International Offices	0.0	-389	-389
47.	Remove CASASTART	0.0	-100	-100
48.	Local Government Admin Reduction	-0.6	-101	-101
49.	Administrative Services Reduction	-8.3	-1,256	-1,256
50.	Building Efficiency	0.4	0	102
51.	Energy Efficient Buildings	1.0	0	1,350
52.	State Agency Climate Leadership	0.1	14	14
53.	Integrated Climate Change Response	0.2	42	42
54.	Transitional Housing Operating Rent	0.0	-10,000	-1,500
55.	State Energy Program	0.0	-1,787	0
56.	Federal Energy Stimulus	0.0	0	56,863
57.	Housing Trust Fund Administration	0.0	0	-11,445
58.	KCTS V-me Spanish Broadcast	0.0	40	40
59.	Emergency Food Assistance	0.0	1,000	1,000
60.	Clean Energy Collaborative	0.2	147	147
61.	Federal Way Incubator	0.0	125	125
62.	Energy Independence	0.3	76	76
63.	Commercialization of Technology	0.0	30	30
64.	Reduce Administrative Contingency	0.0	0	-2
65.	Energy Efficiency Block Grant	0.0	0	10,600
66.	Economic Development Commission	0.0	249	249
67.	Transfer CINTRAFOR	0.0	-205	-205
68.	Pacific NW Economic Region	0.0	100	100
69.	STARS Program	0.0	-200	-200
70.	Low Income Weatherization	0.0	0	10,500
71.	Renton Small Business Development	0.0	50	50
72.	DIS Rate Reductions	0.0	-8	-14
73.	Governor-Directed Freeze	-29.7	-4,448	-4,448
74.	Governor-Directed 1% Cut	-5.2	-779	-779
Policy -- Non-Comp Total		-65.8	-42,072	97,163
<b>Policy Comp Changes:</b>				
75.	Employee Health Insurance	0.0	145	278
76.	Actuarial Method Changes-State	0.0	-605	-1,118
Policy -- Comp Total		0.0	-460	-840
Total Policy Changes		-65.8	-42,532	96,323
Total 2009-11 Biennium		295.0	103,178	592,172

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Dept Community, Trade, Econ Dev

*Comments:*

- 1. Eliminate WSAC Trn Pass Through** - Pass-through funding to the Washington Association of Counties (WSAC) to pay for local elected official training is eliminated.
- 2. Remove Human Trafficking TF** - Funding for the Human Trafficking Task Force, which originated in the 2006 Supplemental Budget, is removed.
- 3. Downsize Policy Functions at OCVA** - Funding for the Office of Crime Victims Advocacy policy functions is reduced, while assistance to victims is maintained.
- 4. Downsize GMA Technical Assistance** - Funding is reduced for Growth Management Act technical assistance to local governments. Technical assistance to smaller cities will take precedence over technical assistance to larger cities or counties. Pass-through grants are unaffected and will continue to be funded under 2007-09 policy.
- 5. Suspend CASA Training Funds** - Pass-through funding to pay training costs for court-appointed special advocates is suspended.
- 6. Downsize Asset Building** - Funding for the statewide Asset Building Coalition is reduced.
- 7. Remove Centro Latino Pass Through** - Funding of \$100,000 per fiscal year for Centro Latino in Tacoma, begun in the 2007-09 biennium, is removed.
- 8. Remove DD Council DSHS Legal Svc** - Funding to the Developmental Disabilities Council is removed. This funding was provided for legal services for clients living in Department of Social and Health Services facilities as part of the community protection program.
- 9. Remove Public Broadcast Grants** - State grants initiated in the 2007-09 biennium for Washington public broadcasters are removed.
- 10. Remove Urban Forestry** - Funding for the urban forestry program is removed.
- 11. Transfer Drug TF from CJTC** - Funding is provided for the transfer of the multi-jurisdictional drug task forces from the Criminal Justice Training Commission to CTED. American Recovery and Reinvestment Act of 2009 funds will supplement the current competitive grant program in the Department of Community, Trade, and Economic Development. (General Fund-State, General Fund-Federal)
- 12. Reduce Admin Costs in ITED** - Funding for administrative functions in the Department's International Trade and Economic Development (ITED) Division is reduced.
- 13. Eliminate CTED Admin for RxR Loans** - Funding for the Rapid Response loan program is reduced.
- 14. End Offender Re-Entry Pilot** - The department will end the offender re-entry pilot housing program established in Chapter 483, Laws of 2007 (ESSB 6157).
- 15. Reduce Housing Division Admin** - Funding for administrative functions in the Department's Housing Division is reduced.
- 16. Reduce Community Svc Division Admin** - Funding to the Department's Community Services Division is reduced.
- 17. Downsize ADO Pass Through** - Funding for local Associate Development Organizations and Economic Development Commissions is reduced.
- 18. Wa Tech Center Reduction** - From a base of \$5,676,000, pass through funding to the Washington Technology Center is reduced by \$635,000.
- 19. Suspend Gang Witness Program** - Funding to implement Chapter 276, Laws of 2008, (E2SHB 2712), is suspended.
- 20. Suspend Main St. Tech Assistance** - Funding for technical assistance under the Main Street Program is suspended.
- 21. Eliminate Tidal & Wave** - The Tidal and Wave program is eliminated.
- 22. Reduce Research & Special Projects** - Funding for the Department's Research and Special Projects is reduced.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Dept Community, Trade, Econ Dev

**23. CSBG Funding** - Funding from the 2005-07 biennium, the 2006 supplemental and the 2007-09 biennium, provided to complement federal funding in assisting Community Action Agencies (CAAs), is reduced.

**24. Eliminate Encourage Cleaner Energy** - Funding for the Department's Encourage Cleaner Energy program is eliminated.

**25. Reduce New Americans Contract** - Funding for services associated with the Department's New Americans program is reduced.

**26. Reduce NW Ag Business Center** - Funding for the Northwest Agricultural Business Center is reduced.

**27. Reduce Walla Walla CC Pass Through** - Funding for the Walla Walla Community College Water and Environmental Center is reduced.

**28. Development Rights Transfer** - Funding is provided for Second Substitute House Bill 1172 (Development rights transfer). The bill requires, subject to the availability of funds, the Department of Community, Trade and Economic Development (DCTED) to establish a regional transfer of development rights program in the central Puget Sound region, and establishes related administrative, rule-making, and performance monitoring requirements for the DCTED. The bill also establishes requirements for jurisdictions and areas that participate in the program, and includes applicable definitions and legislative findings.

**29. Rural & Resource Lands Study** - Funding is provided for Second Substitute House Bill 1797 (Rural & Resource Lands Study). The bill requires, subject to funding, the William D. Ruckelshaus Center to conduct an examination of trends and policies pertaining to the maintenance of rural and resource lands in Washington. The bill also specifies that the examination must be conducted in partnership with the Puget Sound Regional Council, and it establishes a related account in the custody of the State Treasurer.

**30. Remove Film Office** - Funding for the Washington State Film Office is removed.

**31. Evergreen Jobs Act** - Funding is provided to implement portions of Engrossed Second Substitute House Bill 2227 (evergreen jobs act). Funding is provided for CTED to implement the Washington State Green Jobs Initiative and to coordinate tracking, reporting and expansion of green jobs.

**32. Reduce Dispute Res Ctr Funding** - Dispute Resolution Centers are funded through a surcharge on court filing fees. During the 2007-09 biennium, this funding was supplemented with General Fund-State dollars. This General Fund-State enhancement is reduced in the 2009-11 biennium.

**33. Local Community Capacity** - Funding is provided to contract with a community-based organization to build local community capacity and bring together community organizations, local government and state agencies to address impacts of poverty, political disenfranchisement and economic inequality on communities of color.

**34. Fed. Stim. Pack: CSBG** - Stimulus funding from the American Recovery and Reinvestment Act of 2009 is made available to the state's Community Services Block Grant (CSBG) program. The CSBG program provides assistance to states and local communities to alleviate poverty and assist communities and low-income families to become fully self-supporting through a network of public and non-profit agencies.

**35. Fed. Stim. Pack: Emerg. Food & Shel** - Stimulus funding from the American Recovery and Reinvestment Act of 2009 is made available to the state's Emergency Food and Shelter programs.

**36. Fed. Stim. Pack: Homeless Preven.** - Stimulus funding from the American Recovery and Reinvestment Act of 2009 is made available to the state's Homeless Prevention programs.

**37. Fed. Stim. Pack: Crime Vict. Assist** - Stimulus funding from the American Recovery and Reinvestment Act of 2009 is made available to the state's programs that work to assist crime victims.

**38. Fed. Stim. Pack: Violence-Women** - Stimulus funding from the American Recovery and Reinvestment Act of 2009 is made available to the state's programs that work to combat violence against women. This funding will be used to assist organizations that work to reduce violence against women, and to assist women that have been victims of violence.

**39. Fed. Stim. Pack: Byrne/JAG** - Stimulus funding from the American Recovery and Reinvestment Act of 2009 is made available to the state's programs that work with activities to prevent and control crime. This Byrne/JAG funding will be used to assist organizations that reduce crime in Washington state.

**40. Homeless Family Shelter Program** - Home Security Fund moneys will supplant General Fund-State for the Homeless Family Shelter program in the amount of \$5 million.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



## 2009-11 Omnibus Operating Budget Dept Community, Trade, Econ Dev

- 41. Housing Assistance** - Funding is provided for transitional housing assistance or partial payments for rental assistance under the Independent Youth Housing program.
- 42. Community Development Authority** - Funding is provided for expenditure into a Community Development Authority. (Community Preservation and Development Authority Account-State)
- 43. CERB Service Delivery** - Funding is provided to the Community Economic Revitalization Board (CERB) to eliminate subsidization of FTE staff expenses by the Job Development Account in the Capital Budget. (Local Construction and Loan Fund-State)
- 44. Reduce ITED Statewide Services** - The Department of Community, Trade and Economic Development provides technical and/or financial assistance to companies and communities to retain, expand and attract businesses. Funding for this activity is reduced by one-third.
- 45. Reduce Global Trade and Investment** - The Department of Community, Trade and Economic Development assists in international marketing for specific industries. Funding for global trade and investment services is reduced by 20 percent.
- 46. Reduce International Offices** - Funding for contractors operating international trade offices is reduced.
- 47. Remove CASASTART** - Funding for a substance abuse and violence prevention program, also known as Safe Schools, is eliminated; funding was initiated in 2008.
- 48. Local Government Admin Reduction** - The administration budget for the Local Government Division is reduced by 20 percent.
- 50. Building Efficiency** - Funding is provided to implement the provisions of Engrossed Second Substitute Senate Bill 5854 (building efficiency) in which the Department of Community, Trade and Economic Development will develop and implement a strategic plan for enhancing energy efficiency in and reducing greenhouse gas emissions from homes, buildings, districts, and neighborhoods. (Building Code Council Account-State)
- 51. Energy Efficient Buildings** - Funding is provided to implement Engrossed Second Substitute Senate Bill 5649 (energy efficient buildings). (General Fund-Federal)
- 52. State Agency Climate Leadership** - One-time funding is provided to implement the provisions of Engrossed Second Substitute Senate Bill 5560 (state agency climate leadership).
- 53. Integrated Climate Change Response** - Funding is provided to implement the provisions of Engrossed Second Substitute Senate Bill 5138 (integrated climate change response).
- 54. Transitional Housing Operating Rent** - Funding for the expansion of the Transitional Housing Operating and Rents (THOR) program is reduced. The expansion, authorized in 2008, widened the pool of eligible applicants to the program to include offenders re-entering the community as well as different family structures.
- 55. State Energy Program** - One-time funding is provided for activities in the Energy Policy Division (General Fund-State, General Fund-Federal)
- 56. Federal Energy Stimulus** - Appropriation authority is provided for the federal State Energy Program grants per the American Recovery and Reinvestment Act, the federal stimulus act. The Department of Community, Trade and Economic Development will transfer \$15 million to Washington State University to implement Engrossed Second Substitute Senate Bill 5649 (energy efficient buildings). (General Fund--Federal)
- 57. Housing Trust Fund Administration** - Funding is provided to manage the Housing Trust Fund, including \$6.794 million for operations and maintenance of projects and \$7.008 million for portfolio management. \$1,650,000 is provided for application review, approval and contract development, reflecting 1.5 percent of the capital budget appropriation of \$110 million. (Housing Trust Account-State)
- 58. KCTS V-me Spanish Broadcast** - One-time funding is provided for a grant to KCTS Public Television to offer Spanish-language programming. The programming will be offered through "V-me", a program service modeled on public television, with children's, arts, history, science, biography, nature, movies, pop culture, and public affairs genres.
- 59. Emergency Food Assistance** - Additional funding is provided for the Emergency Food Assistance Program which will emphasize provision of highly nutritious foods to food banks.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Dept Community, Trade, Econ Dev

- 60. Clean Energy Collaborative** - \$500,000 is provided to implement Substitute Senate Bill 5921 (clean energy collaborative). (General Fund--Federal)
- 61. Federal Way Incubator** - One-time funding is provided for a grant for the Federal Way small business incubator.
- 62. Energy Independence** - Funding is provided to implement the provisions of Engrossed Substitute Senate Bill 5840 (energy independence). The bill requires the Department of Community Trade and Economic Development to amend its rules implementing Chapter 19.285 RCW (Energy Independence Act) to incorporate the changes to the requirements for conservation targets.
- 63. Commercialization of Technology** - Funding is provided to implement Engrossed Second Substitute Senate Bill 6015 (commercialization of technology). The bill requires the Department of Community, Trade and Economic Development, in consultation with life sciences trade and technology trade associations, to review how to promote innovation and commercialization of life sciences and information sciences technologies.
- 64. Reduce Administrative Contingency** - A technical correction is made to eliminate funding from Administrative Contingency Account. (Administrative Contingency Account-State)
- 65. Energy Efficiency Block Grant** - Appropriation authority is provided for energy efficiency block grants per the American Recovery and Reinvestment Act, the federal stimulus act. (General Fund-Federal)
- 66. Economic Development Commission** - Additional funding is provided for the Economic Development Commission.
- 67. Transfer CINTRAFOR** - Funding is provided for the Center for International Trade in Forest Products (CINTRAFOR) at the UW College of Forest Resources.
- 68. Pacific NW Economic Region** - Funding is provided for the state to continue to participate in the Pacific Northwest Economic Region.
- 69. STARS Program** - Funding is reduced for the STARS program.
- 70. Low Income Weatherization** - Authority is provided to expend federal stimulus funding for low income weatherization, including \$49 million for grants for low income weatherization, consistent with the provisions of 42 USC 6861 et seq. and \$10.5 million for training and technical assistance associated with low income weatherization. Subject to federal requirements, the department shall provide: (a) \$4 million to the state board for community and technical colleges to provide workforce training related to weatherization and energy efficiency; (b) \$3 million to the Bellingham opportunity council to provide workforce training related to energy efficiency and weatherization; and (c) \$3.5 million to community-based organizations and to community action agencies consistent with Engrossed Second Substitute House Bill 2227 (Evergreen jobs act).
- 71. Renton Small Business Development** - Funding is provided for a grant to the Small Business Development Center in Renton.
- 72. DIS Rate Reductions** - This item reflects a decrease in the Department of Information Services' (DIS) central service rates.
- 73. Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal services contracts, and equipment purchases not related to public safety or other essential activities.
- 74. Governor-Directed 1% Cut** - In October 2008, Governor Gregoire asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.
- 76. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Economic & Revenue Forecast Council**  
(Dollars in Thousands)

	Proposed House Striker		Total
	FTEs	Near GF-S	
2007-09 Estimated Expenditures	5.5	1,553	1,553
2009-11 Maintenance Level	5.2	1,608	1,608
<b>Policy Non-Comp Changes:</b>			
1. Data Purchase	0.0	0	0
2. Agency Wide Reduction	0.0	-16	-16
3. Governor-Directed Freeze	0.0	-50	-50
Policy -- Non-Comp Total	0.0	-66	-66
<b>Policy Comp Changes:</b>			
4. Employee Health Insurance	0.0	4	4
5. Actuarial Method Changes-State	0.0	-26	-26
Policy -- Comp Total	0.0	-22	-22
Total Policy Changes	0.0	-88	-88
Total 2009-11 Biennium	5.2	1,520	1,520

*Comments:*

**2. Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

**3. Governor-Directed Freeze** - The Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**4. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**5. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Office of Financial Management**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	323.8	59,646	143,219
2009-11 Maintenance Level	321.3	45,753	136,711
<b>Policy Non-Comp Changes:</b>			
1. Enterprise System Maintenance	3.0	0	700
2. State Institutions Study	0.0	500	500
3. Information Systems	5.5	88	2,422
4. Greenhouse Gas Emissions - SB 5735	1.0	319	319
5. State Education System	1.8	483	483
6. Wash. Health Partnership SB 5945	0.2	188	188
7. WASPC Information Systems	0.0	-246	-246
8. National and Community Service	0.0	124	124
9. Governor-Directed Freeze	-14.3	-3,006	-3,006
10. Governor-Directed 1% Cut	0.0	-556	-556
Policy -- Non-Comp Total	-2.9	-2,106	928
<b>Policy Comp Changes:</b>			
11. Employee Health Insurance	0.0	170	280
12. Actuarial Method Changes-State	0.0	-862	-1,413
Policy -- Comp Total	0.0	-692	-1,133
Total Policy Changes	-2.9	-2,798	-205
Total 2009-11 Biennium	318.5	42,955	136,506

*Comments:*

**1. Enterprise System Maintenance** - A recent assessment of information technology practices at the Office of Financial Management (OFM) identified the need for a new organizational structure and roles to enable OFM to effectively manage and support major enterprise-wide application development and implementation projects. The new organizational structure was implemented in the 2007-09 biennium. 2009-11 expenditure authority is adjusted to match the actual implementation costs. (Data Process Revolving Account-Nonappropriated).

**2. State Institutions Study** - Funding is provided for a study of the feasibility of closing state institutional facilities and plan on eliminating beds in the state institutional facility inventory.

**3. Information Systems** - The Office of Financial Management will implement three new information systems in the 2009-11 biennium: a grant, contracts and loan management system; a risk management information system; and a correspondence management system. Funding is provided for staff support, hosting, hardware and software required to maintain and operate these new systems. (General Fund-State, Data Process Revolving Account-Nonappropriated).

**4. Greenhouse Gas Emissions - SB 5735** - Funds are provided for the economic analysis of the impact of a greenhouse gas reduction program, as required by Engrossed Second Substitute Senate Bill 5735 (Greenhouse gas emissions).

**5. State Education System** - Funding is provided for OFM's role in the implementation of Engrossed Senate Bill 6048 (revising the state's education system).

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Office of Financial Management**

**6. Wash. Health Partnership SB 5945** - Second Substitute Senate Bill 5945 (WA health partnership plan) establishes the Washington Health Partnership, a workgroup consisting of members from the Office of Financial Management, the Department of Social and Health Services, the Health care Authority, and the House of Representatives and Senate policy committees. The workgroup is directed to review the findings of a recent Mathematica Policy Research study of insurance reform proposals and make recommendations by December 1, 2009. Funding is provided for (1) a consultant to facilitate the workgroup process and produce the recommendations, and (2) six months of OFM staffing to managed the contract and coordinate interagency work.

**7. WASPC Information Systems** - Funding previously passed through to the Washington Association of Sheriffs and Police Chiefs (WASPC) to support information technology projects is no longer needed. (Violence Reduction Drug Enforcement Account)

**8. National and Community Service** - The Washington Commission for National and Community Service (WCNCS) oversees \$14 million in federal grants. Federal funding for the administrative oversight of these grants will be reduced by \$61,964 per fiscal year. State funding is provided to replace the reduced federal funding.

**9. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**10. Governor-Directed 1% Cut** - In October 2008, Governor Gregoire asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.

**11. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**12. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Office of Administrative Hearings**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	166.7	0	32,753
2009-11 Maintenance Level	166.7	0	33,661
<b>Policy Non-Comp Changes:</b>			
1. Technology Infrastructure Solutions	0.0	0	297
Policy -- Non-Comp Total	0.0	0	297
<b>Policy Comp Changes:</b>			
2. Employee Health Insurance	0.0	0	132
3. Actuarial Method Changes-State	0.0	0	-567
Policy -- Comp Total	0.0	0	-435
Total Policy Changes	0.0	0	-138
Total 2009-11 Biennium	166.7	0	33,523

*Comments:*

**1. Technology Infrastructure Solutions** - Funding is provided to replace the last of the agency's legacy telephone system and upgrade several network switches and routers. (Administrative Hearings Revolving Account-State)

**2. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**3. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Department of Personnel**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	206.1	96	62,990
2009-11 Maintenance Level	221.1	78	68,436
<b>Policy Non-Comp Changes:</b>			
1. Lease Charge Adjustment	0.0	-78	-78
2. Administrative Efficiencies	-10.5	0	-2,256
3. DIS Rate Reductions	0.0	0	-7
Policy -- Non-Comp Total	-10.5	-78	-2,341
<b>Policy Comp Changes:</b>			
4. Employee Health Insurance	0.0	0	185
5. Actuarial Method Changes-State	0.0	0	-821
Policy -- Comp Total	0.0	0	-636
Total Policy Changes	-10.5	-78	-2,977
Total 2009-11 Biennium	210.6	0	65,459

*Comments:*

**1. Lease Charge Adjustment** - As the current Capitol Campus Child Care Center facility was purchased by the state during the 2007-09 biennium, the lease subsidy related to the relocation of the center is no longer required.

**2. Administrative Efficiencies** - Funding is reduced to reflect administrative efficiencies. (Department of Personnel Service Account-State, Department of Personnel Revolving Account-Nonappropriated, Higher Education Personnel Services Account-State)

**3. DIS Rate Reductions** - This item reflects a decrease in the Department of Information Services' (DIS) central service rates.

**4. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**5. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**State Lottery Commission**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	144.9	0	795,454
2009-11 Maintenance Level	144.9	0	872,557
<b>Policy Non-Comp Changes:</b>			
1. Updated Security Monitoring System	0.0	0	115
2. Multi-State Shared Games	0.0	0	29,315
Policy -- Non-Comp Total	0.0	0	29,430
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	0	110
4. Actuarial Method Changes-State	0.0	0	-393
Policy -- Comp Total	0.0	0	-283
Total Policy Changes	0.0	0	29,147
Total 2009-11 Biennium	144.9	0	901,704

*Comments:*

**1. Updated Security Monitoring System** - Funding is provided for the Lottery to enter into a new contract for the maintenance and monitoring for intrusion, holdup and fire alarms upon expiration of their current contract during the 2009-11 biennium. This includes one-time funding to procure new alarm equipment required by the new vendor. (Lottery Administrative Account-State)

**2. Multi-State Shared Games** - Funding is provided for Substitute House Bill 2300 (state lottery/powerball), which authorizes the Lottery to enter into agreements to conduct Powerball in addition to the current Mega Millions game. (Shared Game Lottery Account-Nonappropriated)

**3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**4. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009-11 Omnibus Operating Budget**  
**Washington State Gambling Comm**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	175.3	0	33,655
2009-11 Maintenance Level	160.4	0	29,648
<b>Policy Comp Changes:</b>			
1. Employee Health Insurance	0.0	0	141
2. Actuarial Method Changes-State	0.0	0	-503
Policy -- Comp Total	0.0	0	-362
Total Policy Changes	0.0	0	-362
Total 2009-11 Biennium	160.4	0	29,286

*Comments:*

**1. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**2. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**WA State Comm on Hispanic Affairs**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	2.0	683	683
2009-11 Maintenance Level	2.0	581	581
<b>Policy Non-Comp Changes:</b>			
1. Agency Wide Reduction	0.0	-54	-54
2. Governor-Directed Freeze	0.0	-10	-10
Policy -- Non-Comp Total	0.0	-64	-64
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	2	2
4. Actuarial Method Changes-State	0.0	-6	-6
Policy -- Comp Total	0.0	-4	-4
Total Policy Changes	0.0	-68	-68
Total 2009-11 Biennium	2.0	513	513

*Comments:*

**1. Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

**2. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**4. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**African-American Affairs Comm**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	2.0	519	519
2009-11 Maintenance Level	2.0	553	553
<b>Policy Non-Comp Changes:</b>			
1. Agency Wide Reduction	0.0	-52	-52
2. Governor-Directed Freeze	0.0	-10	-10
Policy -- Non-Comp Total	0.0	-62	-62
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	2	2
4. Actuarial Method Changes-State	0.0	-6	-6
Policy -- Comp Total	0.0	-4	-4
Total Policy Changes	0.0	-66	-66
Total 2009-11 Biennium	2.0	487	487

*Comments:*

**1. Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

**2. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**4. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Department of Retirement Systems**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	267.6	450	52,463
2009-11 Maintenance Level	264.9	0	52,437
<b>Policy Non-Comp Changes:</b>			
1. OASI Transfer	1.5	0	282
2. Retirement Systems Review	1.0	0	573
3. Domestic Partners/WSPRS	0.1	0	45
4. Military Service Credit Purchases	0.3	0	56
5. LEOFF 2 Domestic Partners	0.1	0	45
6. LEOFF Plan 2 Minimum Disability Ben	0.1	0	12
7. DFW Enf. Officer Service Credit	0.1	0	35
8. Halt PERS 2 to SERS 2 Transfers	0.0	0	148
9. Domestic Partnerships	0.2	0	66
Policy -- Non-Comp Total	3.2	0	1,262
<b>Policy Comp Changes:</b>			
10. Employee Health Insurance	0.0	0	214
11. Actuarial Method Changes-State	0.0	0	-804
Policy -- Comp Total	0.0	0	-590
Total Policy Changes	3.2	0	672
Total 2009-11 Biennium	268.1	0	53,109

*Comments:*

**1. OASI Transfer** - Funding is provided along with a transfer of responsibility to operate the Old-Age and Survivors Insurance (OASI) Program from the Employment Security Department (ESD) to the Department of Retirement Systems (DRS). (OASI Revolving Account-nonappropriated)

**2. Retirement Systems Review** - In January 2009, the Department of Retirement Systems will file the first of eight retirement systems with the Internal Revenue Service for review. DRS will also modify its automated systems and manual processes to ensure compliance with the Pension Protection Act of 2006. (Department of Retirement Systems Expense Account-State)

**3. Domestic Partners/WSPRS** - Funding is provided for the Department of Retirement Systems to make revisions to the Washington State Patrol Retirement System necessary to implement Engrossed Substitute House Bill 1445 (domestic partners/WSPRS). (Department of Retirement Systems Administrative Account-State)

**4. Military Service Credit Purchases** - Funding is provided for the Department of Retirement Systems to implement House Bill 1548 (military service credit), providing members and survivors the opportunity to receive interruptive military service credit without requiring member contributions for the period of military service. (Department of Retirement Systems Expense Account-State)

**5. LEOFF 2 Domestic Partners** - Funding is provided for the Department of Retirement Systems to make revisions to the Law Enforcement Officers' and Firefighters' Retirement System Plan 2 necessary to implement Engrossed House Bill 1616 (LEOFF 2 domestic partners). (Department of Retirement Systems Administrative Account-State)

**6. LEOFF Plan 2 Minimum Disability Ben** - Funding is provided for the Department of Retirement Systems to make revisions to the Law Enforcement Officers' and Firefighters' Retirement System Plan 2 necessary to implement House Bill 1678 (LEOFF 2 minimum line-duty disability benefit). (Department of Retirement Systems Administrative Account-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Department of Retirement Systems

**7. DFW Enf. Officer Service Credit** - Funding is provided for the Department of Retirement Systems to implement Substitute House Bill 1953 (fish and wildlife enforcement officers' past service credit), providing members of the Law Enforcement Officers' and Firefighters' Retirement System Plan 2 (LEOFF 2) the opportunity to make contributions and transfer past service earned as a Department of Fish and Wildlife enforcement officer in the Public Employees' Retirement System to LEOFF 2. New liabilities in the LEOFF 2 system not funded by the transferred member contributions will be incorporated into the LEOFF 2 contribution rates paid by all LEOFF 2 members, employers, and the state. (Department of Retirement Systems Expense Account-State)

**8. Halt PERS 2 to SERS 2 Transfers** - Funding is provided for the implementation of Senate Bill 5303(PERS 2 to SERS 2 service credit transfers), ending the automatic transfer of prior service credit earned in the Public Employees' Retirement System Plan 2 (PERS 2) to the School Employees' Retirement System Plan 2 (SERS 2) when a member works in a position eligible for membership in SERS 2. (Department of Retirement Systems Expense Account-State)

**9. Domestic Partnerships** - Funding is provided for the Department of Retirement Systems to make revisions to various administrative processes as necessary to implement Engrossed Second Substitute Senate Bill 5688 (registered domestic partners). (Department of Retirement Systems Administrative Account-State)

**10. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**11. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**State Investment Board**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	73.4	0	24,333
2009-11 Maintenance Level	73.4	0	24,351
<b>Policy Non-Comp Changes:</b>			
1. Implement Investment Policy	6.0	0	3,079
2. Strengthen Tech Infrastructure	2.0	0	2,471
3. Contract Investment Search Firm	0.0	0	124
Policy -- Non-Comp Total	8.0	0	5,674
<b>Policy Comp Changes:</b>			
4. Employee Health Insurance	0.0	0	58
5. Remove Merit Increments	0.0	0	-28
6. Actuarial Method Changes-State	0.0	0	-474
Policy -- Comp Total	0.0	0	-444
Total Policy Changes	8.0	0	5,230
Total 2009-11 Biennium	81.4	0	29,581

*Comments:*

**1. Implement Investment Policy** - Funding is provided to hire additional investment officers in order to implement policy revisions directed by the State Investment Board. Funding is also provided for additional technical positions to support this policy direction. (State Investment Board Expense Account-State)

**2. Strengthen Tech Infrastructure** - Funding is provided to build an information system that will provide risk modeling, stress testing, exposure analysis, and risk budgeting. Funding is also provided for the Investment Board's use of Department of Information Services products and services to support electronic records management and for hosting of the Board's disaster recovery infrastructure. (State Investment Board Expense Account-State)

**3. Contract Investment Search Firm** - Funding is provided to extend a contract for an investment professional search firm. (State Investment Board Expense Account-State)

**4. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**5. Remove Merit Increments** - Funding provided at maintenance level for costs associated with providing merit increments for employees in smaller agencies is eliminated.

**6. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Printer**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	137.8	0	18,619
2009-11 Maintenance Level	137.8	0	20,203
<b>Policy Comp Changes:</b>			
1. Employee Health Insurance	0.0	0	101
2. Actuarial Method Changes-State	0.0	0	-324
Policy -- Comp Total	0.0	0	-223
Total Policy Changes	0.0	0	-223
Total 2009-11 Biennium	137.8	0	19,980

*Comments:*

- 1. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
- 2. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Department of Revenue**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	1,082.1	206,471	224,064
2009-11 Maintenance Level	1,077.4	209,789	225,154
<b>Policy Non-Comp Changes:</b>			
1. Improve Tax Collection	28.0	6,405	6,405
2. Additional Tax Collection	21.0	4,295	4,295
3. Senior Deferral Program Adjustment	-2.0	-600	-600
4. Electronic Service Delivery	-14.2	-2,331	-2,331
5. Salary Freeze	0.0	-600	-600
6. Additional Agency Reductions	-6.0	-1,134	-1,134
7. Locating Unclaimed Property	0.0	0	1,334
8. Annual Revaluation	4.0	843	843
9. Improve Tax Administration	0.9	97	97
10. Other Bills Passed	0.0	157	157
11. Resale certificate elimination*	23.0	4,864	4,864
12. Governor-Directed Freeze	-8.8	-1,544	-1,544
Policy -- Non-Comp Total	46.0	10,452	11,786
<b>Policy Comp Changes:</b>			
13. Employee Health Insurance	0.0	826	874
14. Actuarial Method Changes-State	0.0	-3,150	-3,323
Policy -- Comp Total	0.0	-2,324	-2,449
Total Policy Changes	46.0	8,128	9,337
Total 2009-11 Biennium	1,123.3	217,917	234,491

*Comments:*

**1. Improve Tax Collection** - Funding is provided for the Department of Revenue (DOR) to invest in new resources including new auditors to improve data analysis and increase efficiency in audit selections and collections. These improvements are estimated to generate net revenue of \$31.7 million to the state and \$4.9 million to local governments.

**2. Additional Tax Collection** - Additional funding is provided for the Department of Revenue (DOR) to invest in new resources including new auditors to improve data analysis and increase efficiency in audit selections and collections. These improvements are estimated to generate additional net revenue of \$17.6 million to the state and \$2.8 million to local governments.

**3. Senior Deferral Program Adjustment** - Funding is reduced to adjust for anticipated participation in the Property Tax Deferral program for senior citizens and disabled persons. The program pays a portion of property taxes and/or special assessments for qualified individuals and the deferred taxes are then repaid when the owner no longer owns and uses their personal residence. Participation in the program has been lower than expected.

**4. Electronic Service Delivery** - Funding is reduced as a result of Substitute Senate Bill 5571 (electronically administering taxes) which will result in efficiency savings by requiring electronic filing and payments and use of electronic delivery for tax assessments. Exceptions will be provided for individuals unable to comply with the requirements due to hardship or circumstances beyond their control.

**5. Salary Freeze** - Funding is reduced to reflect efficiency savings achieved by the Department by carrying the 2008 salary freeze for Washington Management Service and exempt employees into the 2009-11 biennium.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



## 2009-11 Omnibus Operating Budget Department of Revenue

**6. Additional Agency Reductions** - Funding is reduced to reflect efficiency savings achieved by the Department by the elimination of most non-electronic publications, withdrawal from the Multi-State Tax Commission audit program, and the discontinuation of the use of toll-free numbers.

**7. Locating Unclaimed Property** - Funding is provided for anticipated operating cost increases in the Unclaimed Property Program, which operates out of a nonappropriated fund. The largest portion of this funding is for payment to companies that locate unclaimed property. Property recovery is estimated to increase by \$4 million in the 2009-11 biennium. (Unclaimed Personal Property Account-Nonappropriated)

**8. Annual Revaluation** - Funding is provided for Substitute Senate Bill 5368 (annual property valuation). The bill requires all counties to value real property for property tax purposes by January 1, 2014.

**9. Improve Tax Administration** - Funding is provided for Substitute House Bill 1597 (tax program administration) to make improvements to various tax administration statutes with the goal of making tax administration more efficient.

**10. Other Bills Passed** - Funding is provided for bills that impact the Department of Revenue (DOR) that pass the Legislature in the 2009 legislative session.

**11. Resale certificate elimination\*** - Funding is provided for implementation of Senate Bill 6173 (sales tax compliance) which eliminates resale sales tax exemption for custom contractors and requires wholesale buyers (other than custom contractors) to obtain a seller's permit to purchase goods at wholesale without incurring sales tax.

**12. Governor-Directed Freeze** - The Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**13. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**14. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is changed to reflect changes to actuarial assumptions and methods used for the Public Employees' Retirement System (PERS), Teachers' Retirement System (TRS), School Employees' Retirement System (SERS), Public Safety Employees' Retirement System (PSERS), and the Washington State Patrol Retirement System (WSPRS). The funding policy changes are: reduction of the assumed rate of salary growth from 4.25% to 4%, delay of the adoption of new mortality tables until the 2011-13 fiscal biennium, suspension of contribution rate minimums for the 2009-11 fiscal biennium, a revised contribution rate floor for WSPRS, and the phased adoption of a new funding method for the Plan 1 unfunded liabilities. As a result of these changes, total employer contribution rates for the fiscal biennium are reduced from the Pension Funding Council's adopted rates of 7.84% for PERS, 10.79% for TRS, 8.12% for SERS, 10.06% for PSERS, and 8.57% for WSPRS to 5.13% for PERS, 5.98% for TRS, 5.27% for SERS, 7.68% for PSERS, and 6.17% for WSPRS. Employee contribution rates are also reduced from 4.61% for PERS, 4.93% for TRS, 4.00% for SERS, 6.94% for PSERS, and 6.95% for WSPRS to 3.89% for PERS, 3.36% for TRS, 3.14% for SERS, 6.55% for PSERS, and 4.85% for WSPRS. (General Fund-State, other funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Board of Tax Appeals**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	12.5	2,856	2,856
2009-11 Maintenance Level	12.5	2,923	2,923
<b>Policy Non-Comp Changes:</b>			
1. Agency Wide Reduction	0.0	-71	-71
2. Governor-Directed Freeze	0.0	-84	-84
Policy -- Non-Comp Total	0.0	-155	-155
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	10	10
4. Actuarial Method Changes-State	0.0	-46	-46
Policy -- Comp Total	0.0	-36	-36
Total Policy Changes	0.0	-191	-191
Total 2009-11 Biennium	12.5	2,732	2,732

*Comments:*

**1. Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

**2. Governor-Directed Freeze** - The Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**4. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Municipal Research Council**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	0.0	425	5,730
2009-11 Maintenance Level	0.0	400	5,855
<b>Policy Non-Comp Changes:</b>			
1. Reduce Funds Ports/Spec. Districts	0.0	-400	-400
2. Technical Error	0.0	0	0
Policy -- Non-Comp Total	0.0	-400	-400
Total Policy Changes	0.0	-400	-400
Total 2009-11 Biennium	0.0	0	5,455

*Comments:*

- 1. Reduce Funds Ports/Spec. Districts** - Funding is reduced for research for special districts and ports for the 2009-11 biennium.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Minority & Women's Business Enterp**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	17.0	0	3,615
2009-11 Maintenance Level	17.0	0	3,677
<b>Policy Non-Comp Changes:</b>			
1. DIS Rate Reductions	0.0	0	-8
Policy -- Non-Comp Total	0.0	0	-8
<b>Policy Comp Changes:</b>			
2. Employee Health Insurance	0.0	0	13
3. Actuarial Method Changes-State	0.0	0	-60
Policy -- Comp Total	0.0	0	-47
Total Policy Changes	0.0	0	-55
Total 2009-11 Biennium	17.0	0	3,622

*Comments:*

**1. DIS Rate Reductions** - Funding is reduced to reflect a decrease in the Department of Information Services' (DIS) central service rates. (Minority and Women's Business Enterprises Account-State)

**2. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**3. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of General Administration**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	594.6	1,181	166,035
2009-11 Maintenance Level	595.6	1,192	181,864
<b>Policy Non-Comp Changes:</b>			
1. Reduce Facilities Management	-3.0	-4	-460
2. Reduce Real Estate Services	-2.5	0	-380
3. Barrier Free Facilities Funding	0.0	-106	0
4. Reduce Buildings and Grounds Servcs	-5.5	0	-615
5. Reduce Visitor Services Program	-1.5	0	-284
6. Reduce Seasonal Plantings	0.0	0	-42
7. Aligning Costs for Facilities	0.0	0	2,188
8. Built Environment Pollution	2.3	56	463
9. Fed. Stim. Pack: TEFAP	0.0	0	2,079
10. Off-Campus Facilities Costs	1.0	0	446
11. Enterprise Services Consolidation	1.0	0	9,290
12. New Property Costs	0.0	516	1,424
13. Administrative Reduction	-8.1	0	-401
14. Governor-Directed Freeze	0.0	-10	-10
15. Governor-Directed 1% Cut	-6.6	-14	-14
Policy -- Non-Comp Total	-22.9	438	13,684
<b>Policy Comp Changes:</b>			
16. Employee Health Insurance	0.0	2	490
17. Actuarial Method Changes-State	0.0	-6	-1,514
Policy -- Comp Total	0.0	-4	-1,024
Total Policy Changes	-22.9	434	12,660
Total 2009-11 Biennium	572.7	1,626	194,524

*Comments:*

**1. Reduce Facilities Management** - The Department of General Administration (GA) will reduce its Facilities Management staff by three FTEs and redistribute the existing workload among remaining staff. (General Fund-State, General Administration Service Account-State, General Administration Service Account-Nonappropriated)

**2. Reduce Real Estate Services** - The Department of General Administration will reduce its Real Estate Services staff by 2.5 FTEs to reflect a lower projected workload in the 2009-11 biennium. (General Administration Service Account-State, General Administration Service Account-Nonappropriated)

**3. Barrier Free Facilities Funding** - While the Barrier Free Facilities Program receives some General Fund-State money, it also recovers some of its costs from clients. The Department will spend down some of its cash balance in the 2009-11 biennium to reduce the need for General Fund-State funding. (General Fund-State, General Administration Service Account-Nonappropriated)

**4. Reduce Buildings and Grounds Servcs** - The Department of General Administration will reduce its Buildings and Grounds staff by 5.5 FTEs during the 2009-11 biennium. (General Administration Service Account-State, General Administration Service Account-Nonappropriated)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Dept of General Administration

**5. Reduce Visitor Services Program** - The Department of General Administration will close the visitor center on South Capitol Boulevard and eliminate that visitor program. The visitor tour program that operates out of the Legislative Building is not affected. (General Administration Service Account-State)

**6. Reduce Seasonal Plantings** - The Department of General Administration will reduce seasonal plantings around the capitol campus during the 2009-11 biennium. (General Administration Services Account-State)

**7. Aligning Costs for Facilities** - Funds to provide facilities funding for state-agency tenants with current service levels, and to maintain the facility infrastructure and operating functions, are eliminated. This funding was to be used to offset costs of providing other activities on campus that have no other fund source. In past biennia, these activities had been funded by cash reserves; currently, however, the fund balance is depleted and can no longer support these cost without a revenue source.

**8. Built Environment Pollution** - Funding is provided for Engrossed Second Substitute House Bill 1747 (Built Environment Pollution). The bill establishes performance standards, benchmarking, and other reporting requirements for public buildings, and requires utilities to record and upload energy consumption data for public buildings, and for non-public, non-residential buildings. The bill also provides that residential and non-residential construction permitted under the 2031 State Energy Code must achieve a 70 percent reduction in annual net energy consumption using the 2006 State Energy Code as a baseline.

**9. Fed. Stim. Pack: TEFAP** - Stimulus funding from the American Recovery and Reinvestment Act of 2009 is made available to the state's Emergency Food Assistance Program (TEFAP). TEFAP helps to supplement the diets of low-income needy persons, including elderly people, by providing them with emergency food and nutrition assistance.

**10. Off-Campus Facilities Costs** - Funding authority is needed to provide an HVAC technician at the Labor & Industries building to meet service level needs. This funds increases to agency indirect for non-appropriated programs and an increase in debt service payments for the off-campus lines of business.

**11. Enterprise Services Consolidation** - Increased expenditure authority is provided for ongoing non-appropriated costs in the following programs: Motor Pool, Consolidated Mail Services, Office of State Procurement, Surplus Programs, and Materials Management Center. The non-appropriated adjustment for increases are related to volume level increases and other ongoing costs and not reflective of new or expanded services or activities.

**12. New Property Costs** - The 2008 Legislature authorized the Department to acquire the Pro-Arts, State Farm Insurance, and Perry Street Buildings. The market rental revenue that GA will receive for these buildings will not cover the full cost of debt service, maintenance, and operations for these buildings. Ongoing expenditure authority is provided to pay the debt service, maintenance, and operation costs for each of the three buildings, and ongoing funding is provided for the remainder of the cost of purchasing them. (General Fund-State, General Administration Service Account-Nonappropriated)

**13. Administrative Reduction** - Central administrative expenses are reduced by 10 percent.

**14. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**15. Governor-Directed 1% Cut** - In October 2008, Governor Gregoire asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.

**16. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**17. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Department of Information Services**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	478.6	8,778	264,996
2009-11 Maintenance Level	492.3	2,011	279,851
<b>Policy Non-Comp Changes:</b>			
1. Small Agency Technology Pool	0.0	0	500
2. K-20 Network Savings	-1.0	0	-1,920
3. Operational Efficiencies	-13.8	0	-16,445
4. High-Speed Internet Activities	2.5	200	1,200
5. DIS Rate Reductions	-8.0	0	-1,366
Policy -- Non-Comp Total	-20.3	200	-18,031
<b>Policy Comp Changes:</b>			
6. Employee Health Insurance	0.0	1	390
7. Actuarial Method Changes-State	0.0	-4	-1,822
Policy -- Comp Total	0.0	-3	-1,432
Total Policy Changes	-20.3	197	-19,463
Total 2009-11 Biennium	472.0	2,208	260,388

*Comments:*

**1. Small Agency Technology Pool** - The Department of Information Services manages a funding pool for small agencies to use for email, active directory, security, website, and other information technology initiatives. This ongoing funding will allow the Department to continue to provide funding to qualified applicants. (Data Processing Revolving Account-Non-Appropriated)

**2. K-20 Network Savings** - Funding for the K-20 Network is reduced during the 2009-11 biennium to reflect efficiencies and deferred costs. (Education Technology Revolving Account-State)

**3. Operational Efficiencies** - Funding is reduced to reflect efficiencies throughout the Department of Information Services. (Data Processing Revolving Account-Nonappropriated)

**4. High-Speed Internet Activities** - Funding is provided for Engrossed Second Substitute House Bill 1701 (Department of information services). The bill authorizes the Department of Information Services (DIS) to implement a high-speed internet strategy for the state, subject to available funding.

**5. DIS Rate Reductions** - This item reflects a decrease in the Department of Information Services' (DIS) central service rates.

**6. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**7. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Office of Insurance Commissioner**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	219.2	0	47,006
2009-11 Maintenance Level	223.4	0	48,965
<b>Policy Non-Comp Changes:</b>			
1. Discount Health Plans - SSB 5480	1.8	0	410
2. Life Settlements Act - SSB 5195	2.7	0	598
3. Health Care Admin - 2SSB 5346	1.5	0	551
Policy -- Non-Comp Total	6.0	0	1,559
<b>Policy Comp Changes:</b>			
4. Employee Health Insurance	0.0	0	179
5. Actuarial Method Changes-State	0.0	0	-782
Policy -- Comp Total	0.0	0	-603
Total Policy Changes	6.0	0	956
Total 2009-11 Biennium	229.4	0	49,921

*Comments:*

**1. Discount Health Plans - SSB 5480** - Funds are provided to implement Substitute Senate Bill 5480 (WA discount health care plan). (Insurance Commissioner's Regulatory Account)

**2. Life Settlements Act - SSB 5195** - Funds are provided to implement Substitute Senate Bill 5195 (life settlements model act). (Insurance Commissioner's Regulatory Account)

**3. Health Care Admin - 2SSB 5346** - Funds are provided to implement Second Substitute Senate Bill 5346 (health care administration procedures). (Insurance Commissioner's Regulatory Account)

**4. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**5. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**State Board of Accountancy**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	11.3	0	2,575
2009-11 Maintenance Level	11.3	0	2,676
<b>Policy Non-Comp Changes:</b>			
1. On-Line Application & Payment Svcs	0.0	0	284
2. Legal Defense Services	0.0	0	85
Policy -- Non-Comp Total	0.0	0	369
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	0	9
4. Actuarial Method Changes-State	0.0	0	-38
Policy -- Comp Total	0.0	0	-29
Total Policy Changes	0.0	0	340
Total 2009-11 Biennium	11.3	0	3,016

*Comments:*

**1. On-Line Application & Payment Svcs** - One-time funding is provided to contract with DIS to design and implement an on-line payment system. (Certified Public Accountants' Account-State)

**2. Legal Defense Services** - One-time funding is provided for litigation costs associated with legal action pending in Thurston County Superior Court. (Certified Public Accountants' Account-State)

**3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**4. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Forensic Investigations Council**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	0.0	0	276
2009-11 Maintenance Level	0.0	0	280
<b>Total 2009-11 Biennium</b>	<b>0.0</b>	<b>0</b>	<b>280</b>

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Washington Horse Racing Commission**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	28.5	0	9,041
2009-11 Maintenance Level	28.5	0	8,704
<b>Policy Non-Comp Changes:</b>			
1. Washington State Breeder Awards	0.0	0	1,924
Policy -- Non-Comp Total	0.0	0	1,924
<b>Policy Comp Changes:</b>			
2. Employee Health Insurance	0.0	0	21
3. Actuarial Method Changes-State	0.0	0	-35
Policy -- Comp Total	0.0	0	-14
Total Policy Changes	0.0	0	1,910
Total 2009-11 Biennium	28.5	0	10,614

*Comments:*

**1. Washington State Breeder Awards** - Appropriation authority is increased for Senate Bill 5125 (horse racing commission). The legislation allows funds received and distributed for the Washington Breeder Awards to be processed through an account in the custody of the Washington State Treasury. While these expenditures are not new, this will be the first time they appear in the state's financial reporting system. (Horse Racing Commission Washington Bred Owners' Bonus Fund Account-Nonappropriated)

**2. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**3. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**WA State Liquor Control Board**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	1,172.3	3,822	236,135
2009-11 Maintenance Level	1,177.9	3,900	241,413
<b>Policy Non-Comp Changes:</b>			
1. Revenue Generation	0.0	0	3,621
2. Change to Part-Time Board	-3.8	0	-728
3. Ten New Contract Stores	0.0	0	1,653
4. Tobacco Enforcement Cost Shift	0.0	-3,820	-3,820
5. Beer & Wine Regulation Commission	0.0	0	173
6. Five New State Stores	12.5	0	2,899
7. Governor-Directed Freeze	0.0	-38	-38
8. Governor-Directed 1% Cut	0.0	-42	-42
Policy -- Non-Comp Total	8.7	-3,900	3,718
<b>Policy Comp Changes:</b>			
9. Employee Health Insurance	0.0	0	851
10. Actuarial Method Changes-State	0.0	0	-2,464
Policy -- Comp Total	0.0	0	-1,613
Total Policy Changes	8.7	-3,900	2,105
Total 2009-11 Biennium	1,186.6	0	243,518

*Comments:*

**1. Revenue Generation** - Funding is provided as additional expenditure authority for the Liquor Control Board to pay for the costs associated with revenue generating activities. Activities funded in this item are opening state liquor stores on seven state holidays (not Christmas or Thanksgiving); opening six temporary liquor stores in shopping malls for a 60-day window during the holiday season; implementing Sunday liquor sales at nine additional stores; and establishing a partnership with Lottery to introduce electronic lotto in liquor stores. (Liquor Revolving Account-State, Liquor Revolving Account-Nonappropriated)

**2. Change to Part-Time Board** - Funding is reduced as the result of proposed legislation that would change the Liquor Control Board from a three-member board compensated at 60 percent of full-time to an unpaid part-time voluntary board which will meet at least 12 times a year. If the legislation passes, the Board will continue to perform quasi-judicial functions and provide administrative, policy, and legislative oversight to the Director of the Liquor Control Board. (Liquor Revolving Account-State)

**3. Ten New Contract Stores** - Funding is provided for the Liquor Control Board to add 10 new contract liquor stores in the 2009-11 Biennium. (Liquor Revolving Account-State, Liquor Revolving Account-Nonappropriated)

**4. Tobacco Enforcement Cost Shift** - Funding is reduced as a result of the shift of the Liquor Control Board's Tobacco Enforcement program costs to the Liquor Revolving Account where they will be absorbed within existing appropriation levels. (General Fund-State, Liquor Revolving Account-State)

**5. Beer & Wine Regulation Commission** - One-time funding is provided to implement House Bill 2040 (beer and wine regulation commission) which permits financial interests between liquor manufacturers, distributors, and retailers under certain conditions; allows liquor manufacturers and distributors to provide branded promotional items to retailers; and eliminates the mandatory 10 percent minimum mark-up for beer and wine manufacturers to charge distributors and for distributors to charge retailers. Funding is provided for communication with licensees, updates to rules, and the creation of a multi-tier ownership database. (Liquor Revolving Account-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
WA State Liquor Control Board**

**6. Five New State Stores** - Funding is provided for the Liquor Control Board to add five new state liquor stores in the 2009-11 biennium. (Liquor Revolving Account-State, Liquor Revolving Account-Nonappropriated)

**7. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**8. Governor-Directed 1% Cut** - In October 2008, Governor Gregoire asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.

**9. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**10. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Utilities and Transportation Comm**  
(Dollars in Thousands)

	<b>Proposed House Striker</b>		<b>Total</b>
	<b>FTEs</b>	<b>Near GF-S</b>	
2007-09 Estimated Expenditures	151.7	160	35,980
2009-11 Maintenance Level	151.7	0	35,927
<b>Policy Non-Comp Changes:</b>			
1. Internet Redesign Project	0.0	0	526
2. Transportation Deregulation	0.0	0	-26
Policy -- Non-Comp Total	0.0	0	500
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	0	120
4. Actuarial Method Changes-State	0.0	0	-511
Policy -- Comp Total	0.0	0	-391
Total Policy Changes	0.0	0	109
Total 2009-11 Biennium	151.7	0	36,036

*Comments:*

**1. Internet Redesign Project** - Funding is provided for the UTC to continue its project to transition from legacy Lotus Notes Domino architecture to a single Microsoft platform. These one-time funds will implement an enterprise repository for data and agency documents, and improve public Web-based access to the information. (Public Service Revolving Account-State)

**2. Transportation Deregulation** - Savings are taken to reflect implementation of Engrossed Senate Bill 5894 (utilities and trans commission). The bill allows the Utilities and Transportation Commission to exempt an estimated four ferry companies from regulation and reclassifies an estimated four auto-transportation companies. (Public Service Revolving Account -- State)

**3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**4. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Board for Volunteer Firefighters**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	4.0	0	1,042
2009-11 Maintenance Level	4.0	0	970
<b>Policy Non-Comp Changes:</b>			
1. Actuarial Relief Valuation	0.0	0	16
Policy -- Non-Comp Total	0.0	0	16
<b>Policy Comp Changes:</b>			
2. Employee Health Insurance	0.0	0	4
3. Remove Merit Increments	0.0	0	-8
4. Reallocation Incremental Increase	0.0	0	76
5. Actuarial Method Changes-State	0.0	0	-14
Policy -- Comp Total	0.0	0	58
Total Policy Changes	0.0	0	74
Total 2009-11 Biennium	4.0	0	1,044

*Comments:*

**1. Actuarial Relief Valuation** - Ongoing funding is provided to the Board for Volunteer Firefighters and Reserve Officers to contract with the Office of the State Actuary for a relief valuation, in addition to the pension valuation currently conducted, to help ensure the continued solvency of the fund. (Volunteer Firefighters' and Reserve Officers' Relief and Pension Administrative Account-State)

**2. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**3. Remove Merit Increments** - Funding provided at maintenance level for costs associated with providing merit increments for employees in smaller agencies is eliminated.

**4. Reallocation Incremental Increase** - Funding is provided to pay salary and benefit cost increases that resulted from the reclassification of several employees. (Volunteer Firefighters' and Reserve Officers' Relief and Pension Administrative Account-State)

**5. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Military Department**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	320.6	24,875	310,693
2009-11 Maintenance Level	333.6	24,970	319,575
<b>Policy Non-Comp Changes:</b>			
1. WIN211 Reductions	0.0	-1,000	-1,000
2. Homeland Security Technical Asst.	1.8	0	200
3. Enhanced 911 Program	0.0	0	7,487
4. Non-Disaster Mitigation Grants	0.0	0	7,826
5. Tsunami Hazard Mitigation Program	1.0	0	596
6. Firefighting Training	0.0	-188	-188
7. Facilities Closures	0.0	-210	-210
8. Efficiency Reductions	-8.8	-1,704	-1,704
9. Governor-Directed Freeze	-3.3	-836	-836
10. Governor-Directed 1% Cut	-2.2	-254	-254
Policy -- Non-Comp Total	-11.6	-4,192	11,917
<b>Policy Comp Changes:</b>			
11. Employee Health Insurance	0.0	98	270
12. Actuarial Method Changes-State	0.0	-342	-916
Policy -- Comp Total	0.0	-244	-646
Total Policy Changes	-11.6	-4,436	11,271
Total 2009-11 Biennium	322.1	20,534	330,846

*Comments:*

**1. WIN211 Reductions** - Funding is reduced for Washington Information Network 211 (WIN211), a private non-profit organization that provides social service referral services. However, \$1 million to support the WIN211 program will be provided by DSHS from the non-appropriated telephone assistance fund.

**2. Homeland Security Technical Asst.** - Funding is provided for the Department of Homeland Security's one-time grant for the Homeland Security Technical Assistance Program. The grant would allow the Military Department to use National Guard employees for planning exercises related to natural and human-caused disasters. (Military Department Active State Service Account-State)

**3. Enhanced 911 Program** - Funding is provided to increase the state appropriation to reflect actual state revenues, thereby increasing funding to 911 call centers operated by local governments. The state provides funding to local governments whose costs exceed their local 911 tax collections. (Enhanced 911 Account-State)

**4. Non-Disaster Mitigation Grants** - The Military Department is the state administrative agency for federal hazard mitigation grants awarded by the Federal Emergency Management Agency. The Department passes through non-disaster mitigation grant funds awarded to local communities and state agencies. Funds are used to support the development and review of local mitigation plans and grant applications, and to provide technical assistance to local communities. (General Fund-Federal)

**5. Tsunami Hazard Mitigation Program** - The Military Department has been awarded a federal grant for tsunami planning and preparedness activities such as mapping and public information. (General Fund-Federal)

**6. Firefighting Training** - Funding is eliminated for training of National Guard members as firefighters.

**7. Facilities Closures** - Funding is reduced to represent savings resulting from the closure of up to seven facilities throughout the state.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009-11 Omnibus Operating Budget  
Military Department**

**8. Efficiency Reductions** - Funding is reduced to reflect savings to be achieved by reducing personal service contracts, holding positions vacant, reducing capital outlays/equipment purchases, reducing travel, reducing goods and services expenses, and reducing professional development and training.

**9. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**10. Governor-Directed 1% Cut** - In October 2008, Governor Gregoire asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.

**11. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**12. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Public Employment Relations Comm**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	44.9	6,543	9,830
2009-11 Maintenance Level	44.9	6,747	10,137
<b>Policy Non-Comp Changes:</b>			
1. Child Care Center Bargaining	0.0	50	50
2. Administrative Efficiencies	-1.0	-344	-344
Policy -- Non-Comp Total	-1.0	-294	-294
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	22	34
4. Remove Merit Increments	0.0	-106	-160
5. Actuarial Method Changes-State	0.0	-111	-169
Policy -- Comp Total	0.0	-195	-295
Total Policy Changes	-1.0	-489	-589
Total 2009-11 Biennium	43.9	6,258	9,548

*Comments:*

**1. Child Care Center Bargaining** - Funding is provided to support legal and administrative costs related to the implementation of Substitute House Bill 1329 (childcare center collective bargaining).

**2. Administrative Efficiencies** - Funding is reduced to reflect administrative efficiencies. (General Fund-State)

**3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**4. Remove Merit Increments** - Funding provided at maintenance level for costs associated with providing merit increments for employees in smaller agencies is eliminated.

**5. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**LEOFF 2 Retirement Board**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	6.0	0	2,020
2009-11 Maintenance Level	6.0	0	2,067
<b>Policy Comp Changes:</b>			
1. Employee Health Insurance	0.0	0	5
2. Actuarial Method Changes-State	0.0	0	-28
Policy -- Comp Total	0.0	0	-23
Total Policy Changes	0.0	0	-23
Total 2009-11 Biennium	6.0	0	2,044

*Comments:*

- 1. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
- 2. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Archaeology & Historic Preservation**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	18.4	2,869	5,024
2009-11 Maintenance Level	19.6	3,459	5,441
<b>Policy Non-Comp Changes:</b>			
1. Agency Wide Reductions	-1.0	-199	-199
2. Human Remains Rulemaking	0.4	66	66
3. DIS Rate Reductions	0.0	-32	-32
4. Governor-Directed Freeze	-2.2	-464	-464
Policy -- Non-Comp Total	-2.8	-629	-629
<b>Policy Comp Changes:</b>			
5. Employee Health Insurance	0.0	12	17
6. Actuarial Method Changes-State	0.0	-44	-64
Policy -- Comp Total	0.0	-32	-47
Total Policy Changes	-2.8	-661	-676
Total 2009-11 Biennium	16.8	2,798	4,765

*Comments:*

**1. Agency Wide Reductions** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

**2. Human Remains Rulemaking** - Funding is provided for the Department of Archaeology and Historic Preservation (DAHP) to implement Human Remains rulemaking costs pursuant to Second Substitute House Bill 1090 (Human remains).

**3. DIS Rate Reductions** - This item reflects a decrease in the Department of Information Services' (DIS) central service rates.

**4. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**5. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**6. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Growth Management Hearings Board**  
(Dollars in Thousands)

	Proposed House Striker		Total
	FTEs	Near GF-S	
2007-09 Estimated Expenditures	13.5	3,821	3,821
2009-11 Maintenance Level	13.5	3,873	3,873
<b>Policy Non-Comp Changes:</b>			
1. Consolidate GMHB	-1.5	-488	-488
2. Governor-Directed Freeze	0.0	-112	-112
Policy -- Non-Comp Total	-1.5	-600	-600
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	12	12
4. Actuarial Method Changes-State	0.0	-62	-62
Policy -- Comp Total	0.0	-50	-50
Total Policy Changes	-1.5	-650	-650
Total 2009-11 Biennium	12.0	3,223	3,223

*Comments:*

**1. Consolidate GMHB** - Currently, there are three growth management hearings board offices: Seattle, Olympia, and Yakima. These three hearings boards will be consolidated into one Board with headquarters in Olympia pursuant to Engrossed Substitute House Bill 2338 (growth mgmt hearings boards). Savings will be realized through administrative efficiencies and staff reductions.

**2. Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal services contracts, and equipment purchases not related to public safety or other essential activities.

**3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**4. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**State Convention and Trade Center**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	161.0	0	98,523
2009-11 Maintenance Level	161.0	0	107,040
<b>Policy Non-Comp Changes:</b>			
1. Operations and Maintenance	28.8	0	3,885
2. Promoting the WSCTC	0.0	0	330
3. Long-Term Maintenance and Equipment	0.0	0	1,515
4. MOHAI Renovation Debt Service	0.0	0	1,304
5. MOHAI Expansion Equipment	0.0	0	4,100
6. Administrative Reduction	-7.0	0	-1,052
Policy -- Non-Comp Total	21.8	0	10,082
Total Policy Changes	21.8	0	10,082
Total 2009-11 Biennium	182.8	0	117,122

*Comments:*

**1. Operations and Maintenance** - Expenditure authority is provided for compensation adjustments and for the addition of new staff needed when the Washington State Convention and Trade Center expands in 2010. (Convention and Trade Center Operations Account-State)

**2. Promoting the WSCTC** - Funding is provided to market the Washington State Convention and Trade Center. (State Convention and Trade Center Operations Account-State)

**3. Long-Term Maintenance and Equipment** - Funds are provided for projects identified in the Center's maintenance plan. Projects include replacement of 765, 15 to 20-year-old tables, replacement of a 15-year-old floor sweeper, replacement of 1,400 chairs, and replacement of meeting room and hallway carpet tiles. (State Convention and Trade Center Account-State)

**4. MOHAI Renovation Debt Service** - Expenditure authority is provided for payments on a Certificate of Participation (COP) to be issued for the costs of renovating Level A of the Museum of History and Industry (MOHAI) building which was purchased in 2007. (State Convention and Trade Center Account-State)

**5. MOHAI Expansion Equipment** - Expenditure authority is provided for payments on a COP to be issued for the costs of equipment for the MOHAI building expansion that was authorized by the Legislature in the 2007-09 biennial Capital Budget. (State Convention and Trade Center Account-State)

**6. Administrative Reduction** - An additional administrative reduction is taken. (State Convention and Trade Center Operations Account-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**WA State Health Care Authority**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	327.8	575,310	770,234
2009-11 Maintenance Level	314.4	664,476	879,480
<b>Policy Non-Comp Changes:</b>			
1. Moore Case Litigation	0.0	25	25
2. Reduce Basic Health Plan	0.0	-222,438	-236,106
3. Health Insurance Partnership Elim	-10.0	-11,834	-11,834
4. Quality Forum - Elimination	-4.0	-1,288	-1,288
5. Domestic Partners/WSPRS	0.0	0	200
6. LEOFF 2 Domestic Partners	0.0	0	200
7. Dental Residency Program	0.0	-1,204	-1,204
8. Federal COBRA Subsidy Admin	1.0	0	207
9. Health Data Information Technology	0.0	600	2,402
10. Program Support Account Alignment	0.0	-3,782	-339
11. Discontinue Dual Medicaid	-2.0	-32,728	-37,549
12. Basic Health Plan Adm Reduction	-15.0	-3,600	-3,600
13. Community Collaboratives Grants	0.0	500	500
Policy -- Non-Comp Total	-30.0	-275,749	-288,386
<b>Policy Comp Changes:</b>			
14. Employee Health Insurance	0.0	134	278
15. Actuarial Method Changes-State	0.0	-428	-892
Policy -- Comp Total	0.0	-294	-614
Total Policy Changes	-30.0	-276,043	-289,000
Total 2009-11 Biennium	284.4	388,433	590,480

*Comments:*

**1. Moore Case Litigation** - Funding is provided for Attorney General legal services for the Moore v. HCA case concerning part-time employees' health benefit eligibility. (General Fund-State)

**2. Reduce Basic Health Plan** - Funding for the Basic Health Plan (BHP) is reduced by 43 percent in the 2009-11 biennium. The Health Care Authority will streamline administrative procedures and adjust benefit design and cost sharing to allow for the enrollment of as many people as possible with the reduced funds. (General Fund-State; Basic Health Plan Trust Account)

**3. Health Insurance Partnership Elim** - Funding for the Health Insurance Partnership is eliminated for the 2009-11 biennium. The Health Insurance Partnership provides a subsidy to the employees of certain small businesses that mostly employ low-wage workers. (General Fund-State)

**4. Quality Forum - Elimination** - Funding for the Quality Forum is eliminated. The Quality Forum was established pursuant to Chapter 259, Laws of 2007 (E2SSB 5930) for the purpose of facilitating the collection, evaluation, and dissemination of health care data. (General Fund-State)

**5. Domestic Partners/WSPRS** - Funding is provided for the Health Care Authority to make revisions to the administrative systems and train staff as necessary to implement Engrossed Substitute House Bill 1445 (domestic partners/WSPRS). (Health Care Authority Administrative Account-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget WA State Health Care Authority

**6. LEOFF 2 Domestic Partners** - Funding is provided for the Health Care Authority to make revisions to the administrative systems and train staff as necessary to implement Engrossed House Bill 1616 (LEOFF 2 domestic partners). (Health Care Authority Administrative Account-State)

**7. Dental Residency Program** - Funding for the dental residency program is reduced by eliminating initial implementation costs. The program will continue to maintain statewide operations. The dental residency program funds residencies in non-teaching hospital settings that treat low-income patients. (General Fund-State)

**8. Federal COBRA Subsidy Admin** - The Health Care Authority will administer the 65 percent subsidy offered by the federal government enhancing the Consolidated Omnibus Reconciliation Act (COBRA) extended health care benefits available to Public Employees' Benefits Board subscribers laid off between September 2008 and December 2009. (Health Care Authority Administrative Account-State)

**9. Health Data Information Technology** - During the 2007-09 biennium, the HCA implemented two health technology projects: Health Record Banks (HRB) pilot project and Electronic Medical Records (EMR) grants. Funding is provided for the HRB pilot project and the EMR grants for FY 2010. The HCA is encouraged to seek federal grants for the program for FY 2011. (General Fund-State)

**10. Program Support Account Alignment** - A maintenance level increase in general fund-state to support increased workload due to activities related to the Health Insurance Partnership and the Quality Forum is eliminated since these programs are either delayed or eliminated in the Senate budget. (Health Care Authority Administrative Account-State; General Fund-State)

**11. Discontinue Dual Medicaid** - The Authority will no longer allow individuals to be simultaneously enrolled in both the Department of Social and Health Services Medical Assistance and Basic Health Plan coverage.

**12. Basic Health Plan Adm Reduction** - Basic Health Plan administrative expenditures are reduced in accordance with reductions to the Basic Health Plan caseload. (General Fund-State)

**13. Community Collaboratives Grants** - Funding is provided pursuant to Substitute Senate Bill No. 5360, which continues the Community Health Care Collaborative (CHCC) grant program. The grant program is intended to further efforts of community-based coalitions that address: a) access to medical treatment, b) the efficient use of health care resources, and/or c) quality of care. Organizations will provide at least two dollars in matching funds for each community health care collaborative grant dollar awarded. (General Fund-State)

**14. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**15. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Human Rights Commission**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	50.4	7,076	8,599
2009-11 Maintenance Level	50.9	7,109	8,445
<b>Policy Non-Comp Changes:</b>			
1. Agency Wide Reduction	-7.0	-1,192	-1,192
2. Governor-Directed Freeze	-2.2	-230	-230
Policy -- Non-Comp Total	-9.2	-1,422	-1,422
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	25	38
4. Actuarial Method Changes-State	0.0	-96	-146
Policy -- Comp Total	0.0	-71	-108
Total Policy Changes	-9.2	-1,493	-1,530
Total 2009-11 Biennium	41.7	5,616	6,915

*Comments:*

**1. Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

**2. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**4. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Bd of Industrial Insurance Appeals**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	157.8	0	35,953
2009-11 Maintenance Level	159.3	0	37,362
<b>Policy Comp Changes:</b>			
1. Employee Health Insurance	0.0	0	128
2. Actuarial Method Changes-State	0.0	0	-564
Policy -- Comp Total	0.0	0	-436
Total Policy Changes	0.0	0	-436
Total 2009-11 Biennium	159.3	0	36,926

*Comments:*

- 1. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
- 2. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Criminal Justice Training Comm**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	38.2	37,450	50,380
2009-11 Maintenance Level	38.2	40,020	54,672
<b>Policy Non-Comp Changes:</b>			
1. Drug TF Funds Shifted to CTED	0.0	-3,150	-3,150
2. Mandatory Workload Adjustments	0.0	3,796	3,796
3. Eliminate Crackdown Program	0.0	-400	-400
4. Eliminate Criminal Street Gangs	0.0	-1,500	-1,500
5. Crisis Intervention Reduction	0.0	-576	-576
6. Reduction to Auto Theft Prevention	0.0	0	-8,000
7. Developmentally Disabled Offenders	0.0	30	30
8. National Incident Based Reporting	0.0	54	54
9. Basic Law Enforcement Academy	0.0	750	750
10. Corrections Personnel	0.0	-26	-26
11. Administrative Reduction	-3.1	-475	-475
12. WASPC Admin Reduction	0.0	-100	-100
Policy -- Non-Comp Total	-3.1	-1,597	-9,597
<b>Policy Comp Changes:</b>			
13. Employee Health Insurance	0.0	31	31
14. Actuarial Method Changes-State	0.0	-132	-132
Policy -- Comp Total	0.0	-101	-101
Total Policy Changes	-3.1	-1,698	-9,698
Total 2009-11 Biennium	35.1	38,322	44,974

*Comments:*

**1. Drug TF Funds Shifted to CTED** - Funding for drug task forces is transferred to the Department of Community Trade and Economic Development (CTED) and will be combined with current funding for competitive grants to fund multi-jurisdictional drug task forces.

**2. Mandatory Workload Adjustments** - The state of Washington accomplishes its initial certification of all full-time peace officers through training at the Basic Law Enforcement Academy. State law mandates that all officers, deputies, and agents must begin basic training within six months of hiring by their respective agencies. Funding is provided for additional Basic Law Enforcement Academy (BLEA) training funds. This amount will fund an increase of 10 sessions in FY 2010 and 10 sessions in FY 2011, above the base 9 sessions per year that the agency currently has funded.

**3. Eliminate Crackdown Program** - Funding is reduced to reflect elimination of the Operation Crackdown Program. The program began in 2008 and sends law enforcement units out across the state to apprehend offenders who are violating the terms of their release.

**4. Eliminate Criminal Street Gangs** - Funding is reduced to reflect elimination of the criminal street gangs intervention grants and for graffiti abatement grants. The grant program began in 2008, and contracted with the Washington Association of Sheriffs and Police Chiefs (WASPC) to administer grants to local law enforcement for programs that target gang violence and for graffiti abatement efforts.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Criminal Justice Training Comm

**5. Crisis Intervention Reduction** - Funding is reduced to for the crisis intervention training program. The program was first funded in 2008 and provided funding for specialized crisis intervention training with mental health professionals for law enforcement personnel responding to crisis calls.

**6. Reduction to Auto Theft Prevention** - Funding is reduced for the Washington Auto Theft Prevention Authority from the Auto Theft Prevention Account. \$4 million is appropriated in the Department of Corrections, \$3.7 million is appropriated in Department of Social and Health Services for gang prevention /intervention grants, and \$300,000 is appropriated in the Department of Community, Trade, and Economic Development for community development grants.

**7. Developmentally Disabled Offenders** - One-time funding is provided to implement Engrossed Second Substitute House Bill 2078 (Developmental disabilities), which requires the developmental disabilities council and the Washington Association of Sheriffs and Police Chiefs to jointly develop a screening tool, model policies for its use, and to develop recommendations for accommodating persons with developmental disabilities during their confinement in a correctional facility.

**8. National Incident Based Reporting** - The Washington Association of Sheriffs & Police Chiefs (WASPC) is the administrator of the National Incident Based Reporting System (NIBRS). The NIBRS has a crime mapping component which produces detailed information about crimes occurring in geographical areas. Funding is provided to process the data collected from the crime mapping component of the system and prepare information so law enforcement agencies can use the data.

**9. Basic Law Enforcement Academy** - The state of Washington accomplishes its initial certification of all full-time peace officers through training at the Basic Law Enforcement Academy (BLEA). Currently the base budget for the Criminal Justice Training Commission is funded to run 9 BLEA classes annually. Funding is provided for the increased costs of running these 9 sessions in the following three areas: Emergency Vehicle Operations Course training for students (administered by the Washington State Patrol); salary and benefits increases for BLEA instructors (all instructors for the academy are contracted staff, and the Commission must reimburse local law enforcement agencies for the salary and benefits of employees who are provided to the Commission on a full time basis as instructors); and cost of ammunition used in firearms training.

**10. Corrections Personnel** - Funding is reduced to reflect savings associated with Substitute Senate Bill 5987 (corrections department personnel) which eliminates the requirement for Department of Corrections prison staff to obtain basic corrections officer training through the Criminal Justice Training Commission. (Public Safety and Education Account)

**11. Administrative Reduction** - Funding is reduced to reflect savings within the Criminal Justice Training Commission. Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

**12. WASPC Admin Reduction** - Funding is reduced to reflect an administrative reduction for the Washington Association of Sheriffs and Police Chiefs.

**13. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**14. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Department of Labor and Industries**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	2,670.0	49,948	616,559
2009-11 Maintenance Level	2,698.8	51,492	615,549
<b>Policy Non-Comp Changes:</b>			
1. Community Ag Worker Safety Grant	0.0	0	500
2. General Fund Reductions	0.0	-2,659	-2,659
3. Industrial Insurance Appeals	1.0	0	1,153
4. Shifting Funding for PT/OT Review	0.0	0	-1,893
5. Accounts Receivable Collections ARC	2.0	0	814
6. Prevailing Wage Program Services	4.2	0	1,248
7. Maintain Prevailing Wage System	0.0	0	531
8. SHIP Program CFL Adjustment	0.0	0	-3,150
9. Improving Independent Medical Exams	2.3	0	650
10. Self Insurance Laptop Audit System	2.4	0	1,252
11. Detecting Unregistered Employers	2.9	0	7,987
12. Underwriting Services	6.3	0	1,044
13. Construction Ind Safety Initiative	1.0	0	253
14. Early Claims Solution Services	6.7	0	1,382
15. Early Claims Solution Technology	8.4	0	9,562
16. Residential Construction	2.1	420	420
17. Health Care Admin Procedures	1.8	0	386
18. Stop Work Orders	0.5	0	259
19. Registered Domestic Partners	0.0	0	597
20. Apprenticeship Utilization	1.1	0	467
21. Residential Real Property	2.4	520	520
22. Retrospective Rating Plans	2.3	0	788
23. Retrospective Rating Plan Recommend	0.0	0	500
24. Underground Economy	4.8	0	1,069
25. DIS Rate Reductions	0.0	-10	-990
Policy -- Non-Comp Total	52.0	-1,729	22,690
<b>Policy Comp Changes:</b>			
26. Employee Health Insurance	0.0	113	2,283
27. Actuarial Method Changes-State	0.0	-415	-8,199
Policy -- Comp Total	0.0	-302	-5,916
Total Policy Changes	52.0	-2,031	16,774
Total 2009-11 Biennium	2,750.8	49,461	632,323

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Department of Labor and Industries

*Comments:*

- 1. Community Ag Worker Safety Grant** - Funding is provided for the Community Agricultural Worker Safety Grant Program. The Department of Agriculture will administer the grant. (Medical Aid Fund-State, Accident Fund-State)
- 2. General Fund Reductions** - Funding for General Fund-State programs is reduced. Reductions will be made at the discretion of the Department.
- 3. Industrial Insurance Appeals** - Funding is provided for Substitute House Bill 1402 (industrial insurance appeals). (Accident Account-State, Medical Aid Account-State)
- 4. Shifting Funding for PT/OT Review** - Funding is shifted for the 2009-11 biennium from appropriated funds to non-appropriated direct claim costs for physical therapy and occupational therapy utilization review. Costs will now be charged directly to the claim expense which is paid out of non-appropriated funds. (Medical Aid Account-State)
- 5. Accounts Receivable Collections ARC** - Funding is provided for additional information technology support for the Accounts Receivable and Collections (ARC) system. ARC is the tool that manages L&I's receivables and collection activities. This funding will allow the Department to effectively manage changes to the system when mandated by new business processes and legislative changes. (Accident Account-State, Medical Aid Account-State)
- 6. Prevailing Wage Program Services** - Funding is provided for new staff so that the Prevailing Wage Program may increase efforts to foster voluntary compliance, educate contractors who are out of compliance with Prevailing Wage Law and reduce the program's current case backlog. (Public Works Administration Account-State)
- 7. Maintain Prevailing Wage System** - Funding is provided for the Prevailing Wage Program to replace two data systems. Program efficiencies will be gained by replacing both systems with one system that will integrate the functions of the wage update system and prevailing wage intents and affidavits system. (Public Works Administration Account-State)
- 8. SHIP Program CFL Adjustment** - Appropriation authority is reduced from \$8 million to \$4.85 million. The Safety and Health Investment Projects (SHIP) program operates under a budget proviso for \$8 million passed by the 2007 Legislature. The SHIP program funds grant projects to develop and disseminate safety solutions to address workplace hazards, new safety and health training and education programs, and best practices that make workplaces safer. The appropriation authority reduction is based on actual and projected grant activity through the remainder of the 2007-09 biennium, and projected activity for 2009-11. (Accident Account-State, Medical Aid Account-State)
- 9. Improving Independent Medical Exams** - Funding is provided for new staff to manage the process and quality of independent medical examinations (IME) of injured workers who have filed workers' compensation claims. The Department will implement a centralized quality oversight program to include IME performance reviews, worker and examiner surveys, increased training for examiners, and an increased use of all approved IME examiners. (Medical Aid Account-State)
- 10. Self Insurance Laptop Audit System** - Funding is provided to replace the Self Insurance Laptop Audit System (SILAS). This system is used to identify and direct payment of any unpaid or underpaid benefits for injured workers whose companies are self insured for workers' compensation. The auditors use SILAS to ensure appropriate benefits are paid and that employers meet the compliance and financial requirements for self-insurance. Funding will allow the Department to replace the existing SILAS, which cannot be upgraded to meet availability, functionality, and performance needs by the end of the 2009-11 biennium. (Accident Account-State, Medical Aid Account-State)
- 11. Detecting Unregistered Employers** - Funding is provided to develop technology to better detect employer fraud and target employer audits. Funding provides one-time costs for software, contracted programming, project FTEs and some permanent FTEs. This technology will be used to better identify the most significant employer fraud cases and avoid auditing employers who are in compliance. (Accident Account-State, Medical Aid Account-State)
- 12. Underwriting Services** - Funding is provided for six new underwriter FTEs to manage workers' compensation risk class rates and premium payments due, and provide additional customer service to employers. The Department shall develop a proactive, service-oriented model to assist employers in their management of workers' compensation accounts and premium. (Accident Account-State, Medical Aid Account-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Department of Labor and Industries**

**13. Construction Ind Safety Initiative** - Funding is provided to address the occupational safety and health needs of workers who speak and read only Spanish. New staff will coordinate bilingual safety and health services and assist with interviews and translating publications. (Accident Account-State, Medical Aid Account-State)

**14. Early Claims Solution Services** - Funding is provided to implement an early claims solution process intended to reduce the time needed to process an initial report of accident (ROA). New staff will implement the following: (1) a triage team to evaluate incoming ROAs, obtain required missing information by contacting employers, workers, and medical providers as necessary, refer appropriate cases for immediate assistance to appropriate agency services and make initial allowance decisions and begin benefits and (2) financial incentives to medical providers who file the ROA within two days. This initiative is expected to reduce claim handling time from the date of injury to workers' receipt of the first time-loss check by 15 percent. (Accident Account-State, Medical Aid Account-State)

**15. Early Claims Solution Technology** - Funding is provided for contract programming, hardware, software, and new staff. These resources will be used to design and build a phone and internet claim filing system; create displays of consolidated claim and account information; and provide analytical tools that will be used to expedite claims decisions and referrals. (Accident Account-State, Medical Aid Account-State)

**16. Residential Construction** - Funding is provided to implement Engrossed Second Substitute House Bill 1393 (Residential Construction). (General Fund-State, Accident Account-State, Medical Aid Account-State)

**17. Health Care Admin Procedures** - Funding is provided to implement Second Substitute Senate Bill 5346 (health care services). The legislation requires the department to cooperate with the Insurance Commissioner and adopt the processes and guidelines to streamline healthcare administration. (Accident Account-State, Medical Aid Account-State)

**18. Stop Work Orders** - Funding is provided to implement Substitute House Bill 1554 (Stop work orders). This bill Authorizes the Director of the Department of Labor and Industries to issue a stop-work order against a contractor or electrician employer if the employer has failed to secure industrial insurance. (Accident Account-State, Medical Aid Account-State)

**19. Registered Domestic Partners** - Funding is provided to implement Engrossed Second Substitute Senate Bill 5688 (domestic partners). The legislation requires the department to treat state-registered domestic partners the same as married spouses. The department will extend benefits to domestic partners related to the workers' compensation program and the crime victims' compensation program. (Accident Account-State, Accident Account-Non Appropriated, Medical Aid Account-State)

**20. Apprenticeship Utilization** - Funding is provided to implement Engrossed Second Substitute Bill 5873 (apprenticeship utilization). The legislation increase the apprenticeship hours required for certain public works contracts. The legislation phases in the Apprenticeship Utilization Requirements (AURs) for four-year institutions of higher education for public works contracts. Contractors found to be out of compliance with apprenticeship laws will not be allowed to bid on a public works contracts. (Accident Account-State, Medical Aid Account-State)

**21. Residential Real Property** - Funding is provided to implement Engrossed Second Substitute Senate Bill 5895 (residential real property). The legislation requires the department to collect a \$100 fee at the time of contractor registration, collect additional information from contractor applications, revoke registration if the department obtains information about contractor violations in another state, and requires contractors to notify the department when bankruptcy is filed.

**22. Retrospective Rating Plans** - Funding is provided to implement Engrossed Second Substitute Senate Bill 6035 (rating plans). The legislation requires the department to make changes to the retrospective rating program requirements for how sponsoring entities or associations use retrospective rating refunds. (Accident Account-State, Medical Aid Account-State)

**23. Retrospective Rating Plan Recommend** - Funding is provided for the department to contract with an actuarial firm to assess and validate the impact of the recommendations from the 2007-09 Retrospective Rating Plan study. (Accident Account-State)

**24. Underground Economy** - Funding is provided to implement Substitute House Bill 1555 (Underground Economy). (Accident Account-State, Medical Aid Account-State)

**25. DIS Rate Reductions** - This item reflects a decrease in the Department of Information Services' (DIS) central service rates.

**26. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Department of Labor and Industries**

**27. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Indeterminate Sentence Review Board**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	17.2	3,888	3,888
2009-11 Maintenance Level	18.2	4,104	4,104
<b>Policy Non-Comp Changes:</b>			
1. Governor-Directed Freeze	-1.0	-236	-236
Policy -- Non-Comp Total	-1.0	-236	-236
<b>Policy Comp Changes:</b>			
2. Employee Health Insurance	0.0	15	15
3. Actuarial Method Changes-State	0.0	-53	-53
Policy -- Comp Total	0.0	-38	-38
Total Policy Changes	-1.0	-274	-274
Total 2009-11 Biennium	17.2	3,830	3,830

*Comments:*

**1. Governor-Directed Freeze** - Funding is reduced to reflect savings through administrative efficiencies and by curtailing non-essential expenditures.

**2. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**3. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Home Care Quality Authority**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	4.0	3,452	3,452
2009-11 Maintenance Level	4.0	3,457	3,457
<b>Policy Non-Comp Changes:</b>			
1. Admin Consolodations & Efficiencies	0.0	-195	-195
2. Close Registry Sites	0.0	-545	-545
3. Consumer Training Reduction	0.0	-60	-60
4. Eliminate Peer Mentor Program	0.0	-192	-192
Policy -- Non-Comp Total	0.0	-992	-992
<b>Policy Comp Changes:</b>			
5. Employee Health Insurance	0.0	3	3
6. Actuarial Method Changes-State	0.0	-18	-18
Policy -- Comp Total	0.0	-15	-15
Total Policy Changes	0.0	-1,007	-1,007
Total 2009-11 Biennium	4.0	2,450	2,450

*Comments:*

**1. Admin Consolodations & Efficiencies** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**2. Close Registry Sites** - Funding for Individual Provider (IP) registry sites is reduced. Currently, Home Care Quality Authority manages 14 registry sites that are responsible for the registry and referral of 3,000 IPs. About 3,500 requests are made by clients for IP referrals each year. Typically the clients that use the registry are higher acuity clients with few informal supports that prefer to manage their own care. The registry helps clients find IPs base on personal care needs, personal preferences, geographic location, language, and preferences on schedule. The Registry Coordinator make sure that all IPs on the registry have completed an interview with the Registry Coordinators and passed the background checks. They also make sure all IP personal contact information is updated. This reduction is expected to close 3-4 registry sites.

**3. Consumer Training Reduction** - Funding for consumer training is reduced.

**4. Eliminate Peer Mentor Program** - The peer mentor program run by the Home Care Quality Authority is eliminated.

**5. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**6. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Department of Health**  
(Dollars in Thousands)

	<b>Proposed House Striker</b>		<b>Total</b>
	<b>FTEs</b>	<b>Near GF-S</b>	
2007-09 Estimated Expenditures	1,471.4	264,369	1,033,444
2009-11 Maintenance Level	1,540.2	293,410	1,089,096
<b>Policy Non-Comp Changes:</b>			
1. Biotxin Surcharge Account Switch	0.0	0	0
2. Storman's Litigation	0.0	0	672
3. Eliminate Senior Falls Program	0.0	-750	-750
4. Eliminate Cord Blood Pilot Project	-1.0	-300	-300
5. Eliminate Rare Blood and Marrow	0.0	-200	-200
6. Eliminate Lead Poisoning Screening	-0.6	-576	-576
7. Reduce State Family Planning Grants	0.0	-4,000	-4,000
8. Cap HIV Early Intervention Program	0.0	-1,000	-1,000
9. Reduce Group B Water Standards	-1.0	-1,160	-1,160
10. Reduce Health Directive Registry	-1.0	-282	-282
11. Reduce State WIC Funds	0.0	-1,015	-1,015
12. Reduce Poison Control Center	0.0	-1,500	-1,500
13. Reduce Drug Lab Cleanup Assistance	-0.3	-136	-136
14. Reduce AIDSNET Grants	0.0	-1,067	-1,067
15. Pesticide Incident Reporting	-3.4	-842	-842
16. Suspend Health Impact Review Funds	0.0	-238	-238
17. Reduce Office of EMS	0.0	-500	-500
18. Reduce Office of Rural Health	0.0	-300	-300
19. Reduce Tobacco Prevention Funds	0.0	0	-22,000
20. Health Care Assistants	0.0	0	100
21. Medical Commission Staffing	2.5	0	764
22. Emergency Preparedness State Match	2.6	0	917
23. Birth Certificates	0.5	12	79
24. Reduce Healthcare Construction Cost	5.7	0	1,280
25. Dental License Issuance	0.2	0	42
26. Retired Active Physicians	0.1	0	23
27. Human Trafficking	0.0	0	31
28. Dentists Cost Recovery	1.0	0	282
29. Speech Language Assistants	0.6	0	106
30. Colon Screening	0.0	-1,700	-1,700
31. Suspend Collaboratives Pilot	-2.0	-953	-953
32. Vaccine Program Transition	0.0	-55,300	-48,500
33. Reduce Public Health Enhancement	0.0	-20,000	-4,000
34. Miscarriage Management	0.0	-708	-708
35. Midwifery Fees	0.0	115	115
36. Drinking Water Stimulus Funding	0.0	0	3,338
37. HIV and Syphilis Testing	2.9	694	694
38. Homecare Training	-11.2	86	-2,590
39. Governor-Directed Freeze	0.0	-5,695	-5,695
40. Governor-Directed 1% Cut	0.0	-2,064	-2,064
Policy -- Non-Comp Total	-4.5	-99,379	-93,633

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Department of Health**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
<b>Policy Comp Changes:</b>			
41. Employee Health Insurance	0.0	316	1,236
42. Actuarial Method Changes-State	0.0	-1,299	-4,995
Policy -- Comp Total	0.0	-983	-3,759
Total Policy Changes	-4.5	-100,362	-97,392
Total 2009-11 Biennium	1,535.7	193,048	991,704

*Comments:*

**2. Storman's Litigation** - One-time funding is provided for litigation related to Board of Pharmacy dispensing rules. (Health Professions Account-State)

**3. Eliminate Senior Falls Program** - Funding to support the Senior Falls Prevention Program is eliminated. The program, initially funding four counties through the 2008 supplemental budget, combines education, exercise, and risk identification and reduction to reduce the risk of falls among seniors. (General Fund-State)

**4. Eliminate Cord Blood Pilot Project** - Funding for increasing cord blood collection activities is eliminated. The funding had been provided in the 2008 supplemental budget to support a pilot project to expand cord blood collection practices in Eastern Washington to increase diversity in the cord blood banking system. (General Fund-State)

**5. Eliminate Rare Blood and Marrow** - Funding first provided in the 2008 supplemental budget to increase outreach efforts to achieve a more ethnically diverse blood and bone marrow supply is eliminated. (General Fund-State)

**6. Eliminate Lead Poisoning Screening** - Funding for education and screening activities related to elevated blood lead levels is eliminated. The program provides public service announcements, information pamphlets, and early identification of persons at risk of having elevated blood lead levels, including the systematic screening of children under age six. (General Fund-State)

**7. Reduce State Family Planning Grants** - Funding provided in the 2007-09 biennium for family planning grants is reduced by 10 percent in FY 2010 and eliminated in FY 2011. The grants were intended to increase capacity for DOH-funded family planning clinics for non-DSHS eligible clients. The funding added more clients as well as coverage of sexually-transmitted disease testing. (General Fund-State)

**8. Cap HIV Early Intervention Program** - The HIV Early Intervention Program, which pays for certain HIV-related medications and medical care, as well as assistance with insurance premiums for specific HIV positive individuals is capped at 98 percent of current expenditures. (General Fund-State)

**9. Reduce Group B Water Standards** - State regulations for Group B drinking water systems (those which provide drinking water to between two and 14 households and serve less than 25 people per day) are eliminated and Department of Health staff activities related to Group B drinking water systems are discontinued. (General Fund-State)

**10. Reduce Health Directive Registry** - Funding is reduced for outreach activities associated with the Living Will Registry (Registry), established pursuant to Chapter 108, Laws of 2006 (2SHB 2342). The Registry allows individuals to submit their advance directives to a statewide database that can be accessed by health care providers. The Registry will continue at a level to support basic entry functions and the current contract level. (General Fund-State)

**11. Reduce State WIC Funds** - State funding support for administrative functions of the federal Women, Infants and Children program is reduced. (General Fund-State)

**12. Reduce Poison Control Center** - State funding for the statewide poison and drug information service is reduced. The Poison Control Center (Center) is encouraged to explore long-term alternative funding and efficiency options, including the regionalization of services with other poison control agencies, as well as short-term options through public safety services funds available through the American Recovery and Reinvestment Act of 2009. (General Fund-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Department of Health

**13. Reduce Drug Lab Cleanup Assistance** - Funding for technical assistance to local health jurisdictions for the assessment and clean up of contamination at properties used as clandestine drug laboratories is reduced to reflect a reduction in workload. (General Fund-State)

**14. Reduce AIDSNET Grants** - Funding is eliminated for regional administrative activities conducted by the regional AIDS networks. The Department of Health shall assume the responsibilities of administering grants to community providers statewide. (General Fund-State)

**15. Pesticide Incident Reporting** - Funding for pesticide investigations conducted by the Department of Health is reduced. The department is directed to continue the duties of the Pesticide Incident Reporting and Tracking (PIRT) review panel within existing appropriations. (General Fund-State)

**16. Suspend Health Impact Review Funds** - Chapter 239, Laws of 2006 (2SB 6197) established a program for the State Board of Health to conduct reviews of budget and policy proposals for their expected impact on health disparities facing certain populations in Washington. The program has had fewer requests than anticipated. Funding for conducting the reviews is eliminated for the duration of the 2009-11 biennium and the cost of conducting the reviews during that period shall be absorbed by the Board. (General Fund-State)

**17. Reduce Office of EMS** - Funding for the Office of Emergency Medical Services and Trauma Systems is reduced by \$500,000. The reductions shall be managed through administrative efficiencies and reductions to community activities and support. (General Fund-State)

**18. Reduce Office of Rural Health** - Funding for the Office of Community and Rural Health is reduced by \$300,000. The reductions shall be managed through administrative efficiencies and reductions to community activities and support. (General Fund-State)

**19. Reduce Tobacco Prevention Funds** - The Department's expenditure authority for tobacco prevention and awareness activities is reduced to the level of actual spending in FY 2008. Funding for tobacco prevention public awareness campaigns, such as television and radio advertisements, are suspended during the 2009-11 biennium. The program is directed to identify additional savings through administrative and programmatic reductions. (Tobacco Prevention and Control Account-State)

**20. Health Care Assistants** - Funds are provided to implement Substitute House Bill 1414 (health care assistants) expanding the scope of practice of health care assistants to include administering certain medications. (Health Professions Account)

**21. Medical Commission Staffing** - Funding is provided to the Medical Quality Assurance Commission to maintain disciplinary staff and associated costs sufficient to reduce the backlog of disciplinary cases and to continue to manage the disciplinary caseload of the Commission. (Health Professions Account)

**22. Emergency Preparedness State Match** - The Public Health Emergency Preparedness and Response Program prepares for and responds to major acute threats and emergencies, including terrorism, that impact the health of the people of Washington State. This program is funded through the U.S. Department of Health and Human Services. The federal Pandemic and All Hazards Preparedness Act now requires grantees to match federal funding allocations in order for the federal funding to continue. The Department seeks to secure permanent matching funds necessary to continue this program within Washington for FY 2010. (General Fund-State)

**23. Birth Certificates** - Funding is provided to implement SHB 1510 relating to the disclosure of confidential information on birth certificates. (General Fund-State; General Fund Private/Local)

**24. Reduce Healthcare Construction Cost** - The Department's Construction Review Services (CRS) program is responsible for the review of all health facility construction plans in Washington. Funding is provided for staff to account for increases in the number of plans submitted to the Department. (General Fund-Private/Local)

**25. Dental License Issuance** - Funding is provided to implement SHB 1740 which allows for limited dental licenses for dental residents. (Health Professions Account-State)

**26. Retired Active Physicians** - Funding is provided to implement 2SHB 1899 which exempts certain retired active physicians from the payment of licensing fees. (Health Professions Account-State)

**27. Human Trafficking** - One-time funding is provided for the implementation of Second Substitute Senate Bill 5850 to deter human trafficking. (Health Professions Account--State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Department of Health

**28. Dentists Cost Recovery** - Funding is provided to implement Substitute Senate Bill 5752 which allows the Department to perform additional cost recovery in disciplinary procedures against dentists. (Health Professions Account-State)

**29. Speech Language Assistants** - Funding is provided for Substitute Senate Bill 5601 which requires the Department to create a Speech-Language Pathology Assistants (SLPA) credential. (Health Professions Account-State)

**30. Colon Screening** - The Washington Colon Health Program provides free colorectal cancer exams to individuals between ages 50 and 64 who are below 250 percent of the federal poverty level. Funding first provided in the 2008 supplemental budget to support the loss of federal funding to the Washington Colon Health Program and to expand the program from three counties to nine is reduced to support one county's pilot program. (General Fund-State)

**31. Suspend Collaboratives Pilot** - Funding provided in accordance with Chapter 295, Laws of 2008 (E2SHB 2549) to establish a medical home collaborative pilot project is suspended for the 2009-11 biennium. (General Fund-State)

**32. Vaccine Program Transition** - Savings are achieved beginning July 2009 by eliminating universal vaccine coverage for the three most recently added vaccines to the Universal Vaccine for Children's program: human papilloma virus (HPV), rotavirus, and meningococcal vaccines. By July 2010, after one year of time for the provider community to transition to a non-universal vaccine program, state funds will no longer be provided to cover non-low income children's vaccinations. Washington State will transfer to "VFC + Underinsured" status which will allow federal Vaccines for Children (VFC) and 317 Direct Assistance (DA) funds to cover low-income children in Medicaid and other state-funded health care programs. The department will use existing 317 DA funds as well as those that come available per the American Recovery and Re-investment Act to insure continued coverage of those low-income children who do not qualify for the VFC program. (General Fund-State, General Fund-Federal)

**33. Reduce Public Health Enhancement** - In the 2007-09 biennial budget, \$20 million was provided to local health jurisdictions to be spent on core public health functions of statewide significance as defined in Chapter 259, Laws of 2007 (E2SSB 5930). Funding for those purposes is decreased. (General Fund-State; Tobacco Prevention and Control Account-State)

**34. Miscarriage Management** - Funding provided during the 2008 legislative session to support training and residency programs to manage early pregnancy loss in office-based settings is reduced. Sufficient funding is provided to conduct training for two family practice residencies. (General Fund-State)

**35. Midwifery Fees** - Funding is provided to maintain the fees charged to midwives for initial and renewal licenses at \$450 per year from July 1, 2009, through June 30, 2011. (General Fund-State)

**36. Drinking Water Stimulus Funding** - The Drinking Water Program is authorized to spend funds associated with conducting administrative and technical assistance activities pursuant to the allowable purposes of the federal American Recovery and Reinvestment Act of 2009. (Drinking Water Assistance-Federal)

**37. HIV and Syphilis Testing** - In Washington, new infections of HIV and syphilis are concentrated in King County. Local health jurisdictions offer testing for syphilis and HIV, and most send their specimens to the Washington State Public Health Laboratories for testing. King County has historically done most testing for these diseases in their own laboratories, but will no longer do so beginning June 2009. The State Public Health Laboratory can absorb 30 percent of additional HIV and syphilis test requests expected from King County. (General Fund-State)

**39. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium. (General Fund-State)

**40. Governor-Directed 1% Cut** - In October 2008, the Governor directed agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium. (General Fund-State)

**41. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Department of Health**

**42. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Department of Veterans' Affairs**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	677.4	29,055	110,882
2009-11 Maintenance Level	678.7	24,011	111,654
<b>Policy Non-Comp Changes:</b>			
1. Admin Consolidations & Efficiencies	0.0	-822	-822
2. Eastern WA Cemetery Opening	4.2	261	642
3. Federal Stimulus Package - FMAP Inc	0.0	-1,610	0
4. Vulnerable Children Outreach-King	0.0	0	150
5. Reducing Administrative Projects	-1.0	-210	-210
6. Federal Funding from GI Bill Change	0.0	-1,000	-1,000
7. Veterans Innovation Program	0.0	0	500
8. Orting Phone System Replacement	0.0	200	200
9. Transitional Housing Expansion	1.5	-412	247
Policy -- Non-Comp Total	4.7	-3,593	-293
<b>Policy Comp Changes:</b>			
10. Employee Health Insurance	0.0	121	515
11. Actuarial Method Changes-State	0.0	-416	-1,637
Policy -- Comp Total	0.0	-295	-1,122
Total Policy Changes	4.7	-3,888	-1,415
Total 2009-11 Biennium	683.3	20,123	110,239

*Comments:*

- 1. Admin Consolidations & Efficiencies** - Funding is reduced to reflect administrative savings and efficiencies.
- 2. Eastern WA Cemetery Opening** - Funding is provided for the Eastern Washington Veterans Cemetery which will start operation on Memorial Day of 2010. (General Fund-State, General Fund-Federal, Veterans Stewardship Account-Nonappropriated)
- 3. Federal Stimulus Package - FMAP Inc** - The recently enacted American Recovery and Reinvestment Act of 2009 will increase the state's Federal Medicaid Assistance Percentage (FMAP). These funds will reduce state contributions for FMAP programs throughout DSHS. This item adjust the base budget for the increase in FMAP. (General Fund-State, General Fund-Federal)
- 4. Vulnerable Children Outreach-King** - Local spending authority is provided for the Operation Military Kids initiative in King County that will assist school districts identify children whose families are affected by deployment. (General Fund-Private/Local)
- 5. Reducing Administrative Projects** - Funding is eliminated for a temporary staff position assigned to work on projects such as the Veterans Policy Academy and long-term planning for the Orting Soldiers' Home campus.
- 6. Federal Funding from GI Bill Change** - Funding is reduced to reflect savings as a result of a federal change to federal education benefits available through the GI Bill. Currently, Veteran Conservation Corps participants may receive a stipend of \$1,000 per month. The U.S. Department of Veterans' Affairs new GI Bill will include monthly stipends for eligible veterans. The Department will maintain the program at current levels with less state funding.
- 7. Veterans Innovation Program** - Funding is provided to continue the Veterans Innovation Program. (Veterans Innovation Program Account-State)
- 8. Orting Phone System Replacement** - Funding is provided for the replacement of the Orting veterans' home phone system which has experienced failure over the last year.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009-11 Omnibus Operating Budget  
Department of Veterans' Affairs**

**9. Transitional Housing Expansion** - Funding is provided to expand the homeless veterans transitional housing facility at Retsil from 40 beds to 60 beds. This facility provides temporary shelter and employment assistance to veterans. (General Fund-State, General Fund-Federal, General Fund-Private/Local)

**10. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**11. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Department of Corrections**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	8,932.9	1,757,543	1,766,476
2009-11 Maintenance Level	9,487.1	1,904,431	1,913,918
<b>Policy Non-Comp Changes:</b>			
1. Home Detention for Violators	11.0	-11,129	-11,129
2. Offender Deportation	-38.5	-8,326	-9,678
3. Reduce Offender Re-Entry	-9.0	-10,624	-8,288
4. Utilize APA Funding	0.0	-4,000	0
5. Reduce Sentence Lengths	-88.2	-18,937	-18,937
6. Dept of Labor Litigation	0.0	327	327
7. Increased DOSA Beds	-38.1	-3,434	-3,434
8. Housing Voucher for ERD	-42.8	-4,090	-4,090
9. Eliminate Neighborhood Partnership	-2.0	-337	-337
10. Supervision of Offenders	-176.8	-28,901	-28,901
11. Offender Medical Placement	-5.8	-1,948	-1,948
12. Fiscal Stabilization Block Grant	0.0	-182,433	0
13. Facility/Unit Reduction	0.0	-12,000	-12,000
14. Health Services Staffing	10.0	738	738
15. Crimes Against Property	-25.0	-4,360	-4,360
16. Training of Corrections Staff	0.0	-100	-100
17. Second Chance Reentry Grant	0.0	375	1,125
18. Security Threat Mitigation	0.0	-1,200	0
19. Sentence Discretion	0.0	-375	-375
20. DIS Rate Reductions	0.0	-1,402	-1,402
21. Governor-Directed 1% Cut	-115.0	-14,770	-14,770
Policy -- Non-Comp Total	-520.1	-306,926	-117,559
<b>Policy Comp Changes:</b>			
22. Employee Health Insurance	0.0	7,524	7,527
23. Actuarial Method Changes-State	0.0	-24,296	-24,308
Policy -- Comp Total	0.0	-16,772	-16,781
Total Policy Changes	-520.1	-323,698	-134,340
Total 2009-11 Biennium	8,967.1	1,580,733	1,781,162

*Comments:*

**1. Home Detention for Violators** - Funding is reduced by offering home detention instead of jail as an alternative sanction for community custody violators. The savings are based on the assumption that 25 percent of violators in jails would be sanctioned to home detention instead of jail.

**2. Offender Deportation** - Funding is reduced to reflect savings attributed to deporting all non-citizen drug and property offenders, consistent with the provisions of Engrossed Senate Bill 6183 (illegal alien offenders).

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Department of Corrections**

- 3. Reduce Offender Re-Entry** - Funding is reduced for the Offender Re-Entry Program to eliminate funding for non-evidence based programs. Funding was provided as part of the 2007-09 budget for additional evidence-based programs such as chemical dependency treatment, basic education, vocational education, mental health services, sex offender treatment, life skills treatment, and job training and placement services. The funding retained will fully fund evidence-based programs. (General Fund-State, General Fund-Federal)
- 4. Utilize APA Funding** - Funding from the Auto Theft Prevention Fund is used for incarceration costs in the Department.
- 5. Reduce Sentence Lengths** - Funding is reduced to reflect changes in terms of community custody sentences pursuant to Engrossed Substitute House Bill 5288 (supervision of offenders).
- 6. Dept of Labor Litigation** - One time funding for FY 2010 is provided to the Attorney General's Office to respond to Department of Labor complaints regarding possible violations of the Fair Labor Standards Act at the Department of Corrections and the Department of Social and Health Services. A portion of this funding will be used to engage the services of a Special Assistant Attorney General (SAAG) for a detailed investigation of timekeeping practices at the client agencies.
- 7. Increased DOSA Beds** - Funding is reduced to reflect a net savings in prison incarceration costs due to an increase of 115 additional DOSA beds.
- 8. Housing Voucher for ERD** - Some offenders in DOC are held beyond their Earned Release Date (ERD) due to the lack of an approved release plan. Most often the release plans are not approved due to the lack of housing. Funding is reduced to reflect savings associated with Senate Bill 5525 (state institution/release) which allows the Department to release offenders at their ERD with the use of housing vouchers and/or partial confinement for up to three months.
- 9. Eliminate Neighborhood Partnership** - Funding for the neighborhood partnership program is reduced by 50 percent. The program funds community corrections officers to work in partnership with local law enforcement officers.
- 10. Supervision of Offenders** - Funding is reduced to reflect savings from associated with the implementation of Engrossed Substitute Senate Bill 5288 (supervision of offenders), which eliminates community supervision for misdemeanor offenders except for sex offenders and certain other misdemeanor offenders, and discontinues supervision of felony offenders assessed as low-risk offenders, excluding sex offenders.
- 11. Offender Medical Placement** - Funding is reduced to reflect implementation of a policy of early release for offenders who are chronically or terminally ill consistent with Engrossed House Bill 2194 (offender medical placement). Offenders serving time on violent or sex offense charges are not eligible for release. The DOC expects to release 44 inmates during the 2009-11 biennium to an Extraordinary Medical Placement (EMP) in the community. Savings from no longer serving these individuals in DOC is used to pay for long term care placements and medical services in the community.
- 12. Fiscal Stabilization Block Grant** - Funds provided in the American Recovery and Reinvestment Act of 2009 are used to offset reductions which would have otherwise be required in the state operating budget.
- 13. Facility/Unit Reduction** - Funding is reduced to reflect savings achieved from closure of units and/or facilities. Funding is provided in the budget for the Office of Financial Management for a study of the feasibility of closing state institutional facilities and plan on eliminating beds in the state institutional facility inventory.
- 14. Health Services Staffing** - Cost control measures will be implemented and enforced in the health services program. Funding is provided to create cost control and utilization management functions, to monitor and enforce staffing levels, and to enable electronic payment of outside medical bills. A 35 percent reduction in outside medical services is assumed as a result of these measures.
- 15. Crimes Against Property** - Funding is reduced to reflect savings from increases to the dollar threshold for certain property crimes pursuant to Senate Bill 6167 (crimes against property).
- 16. Training of Corrections Staff** - Funding is reduced to reflect savings associated with implementation of Substitute Senate Bill 5987 (corrections department personnel). The bill eliminates the requirement for Department of Corrections prison staff to obtain basic corrections officer training through the Criminal Justice Training Commission.
- 17. Second Chance Reentry Grant** - Funding is provided for the Department of Corrections, along with the Departments of Community, Trade and Economic Development, Veterans Affairs, Social and Health Services and Employment Security, to apply for the federal Second Chance Act Reentry Demonstration Grant. The state funds are to be matched by \$375,000 in in-kind services and \$750,000 in federal funding. (General Fund-State, General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Department of Corrections**

**18. Security Threat Mitigation** - Federal Justice Assistance Grants funding is provided to establish security threat teams at Washington Corrections Center and the Washington State Penitentiary to identify offenders involved in gang related violence and to mitigate the gang-related violence. (General Fund-Local)

**19. Sentence Discretion** - Funding is reduced to reflect savings from Substitute Senate Bill 6160 (criminal justice sentencing), which makes changes to the sentence grid.

**20. DIS Rate Reductions** - Funding is reduced to reflect a decrease in the Department of Information Services' (DIS) central service rates.

**21. Governor-Directed 1% Cut** - Funding is reduced to reflect savings through administrative efficiencies and by curtailing non-essential expenditures.

**22. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**23. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Dept of Services for the Blind**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	75.0	5,174	24,619
2009-11 Maintenance Level	75.0	5,293	24,233
<b>Policy Non-Comp Changes:</b>			
1. Federal Stimulus	0.0	0	1,173
2. Governor-Directed Freeze	0.0	-151	-151
Policy -- Non-Comp Total	0.0	-151	1,022
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	16	64
4. Actuarial Method Changes-State	0.0	-64	-214
Policy -- Comp Total	0.0	-48	-150
Total Policy Changes	0.0	-199	872
Total 2009-11 Biennium	75.0	5,094	25,105

*Comments:*

**1. Federal Stimulus** - The federal American Recovery and Reinvestment Act of 2009 provides additional funding for Vocational Rehabilitation State Grants, Independent Living State Grants, and Independent Living Services for Older Individuals Who are Blind Grants. Vocational Rehabilitation Grants are provided to states on a formula basis for the administration and operation of a vocational rehabilitation program to assist individuals with disabilities in preparing for and engaging in gainful employment. Independent Living Grants assist states in supporting the leadership, empowerment, independence, and productivity of individuals with disabilities, and the integration and full inclusion of individuals with disabilities into the mainstream of American society by providing financial assistance for providing, expanding, and improving the provision of independent living services. Independent Living Services for Older Individuals Who are Blind Grants help states provide independent living services to individuals aged 55 or older who are blind, whose severe visual impairments make competitive employment extremely difficult to obtain, but for whom independent living goals are feasible. (General Fund-Federal)

**2. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**4. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Sentencing Guidelines Commission**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	11.4	2,170	2,170
2009-11 Maintenance Level	12.4	2,563	2,563
<b>Policy Non-Comp Changes:</b>			
1. Administrative Reduction	-3.0	-512	-512
2. Governor-Directed Freeze	-0.5	-68	-68
Policy -- Non-Comp Total	-3.5	-580	-580
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	9	9
4. Actuarial Method Changes-State	0.0	-38	-38
Policy -- Comp Total	0.0	-29	-29
Total Policy Changes	-3.5	-609	-609
Total 2009-11 Biennium	8.9	1,954	1,954

*Comments:*

**1. Administrative Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions. In recognition of these reductions, during the 2009-11 biennium, delaying or suspending certain reporting requirements are left to the discretion of the commission.

**2. Governor-Directed Freeze** - Funding is reduced to reflect savings through administrative efficiencies and by curtailing non-essential expenditures.

**3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**4. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Employment Security Department**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	1,990.9	342	618,151
2009-11 Maintenance Level	1,990.3	120	592,559
<b>Policy Non-Comp Changes:</b>			
1. Transfer Old Age Survivors Insuranc	-1.5	0	-282
2. Suspend Family Leave Program	0.0	0	-6,095
3. State Choice UI Program	0.0	0	12,348
4. Next Generation Tax System	41.8	0	32,067
5. Enterprise Licensing	0.0	0	2,584
6. Evergreen Jobs Act	1.9	0	879
7. Administrative Reductions	0.0	-13	-13
8. Opportunity Internship	0.0	0	-230
9. WorkForce Employment & Training	0.0	7,000	7,000
10. Federal Recession and Stimulus	285.0	0	93,514
11. Leaving PT Work Voluntarily	0.6	0	110
12. Unemployment Insurance	5.8	0	1,263
13. Funds Adjustment	0.0	0	0
14. WorkFirst Employment & Training	0.0	0	1,484
15. Underground Economy	0.7	0	159
16. DIS Rate Reductions	0.0	0	-1,386
Policy -- Non-Comp Total	334.2	6,987	143,402
<b>Policy Comp Changes:</b>			
17. Employee Health Insurance	0.0	0	1,594
18. Actuarial Method Changes-State	0.0	0	-5,670
Policy -- Comp Total	0.0	0	-4,076
Total Policy Changes	334.2	6,987	139,326
Total 2009-11 Biennium	2,324.5	7,107	731,885

*Comments:*

**1. Transfer Old Age Survivors Insuranc** - Funding for the Old-Age and Survivors Insurance (OASI) Program is transferred from the Employment Security Department (ESD) to the Department of Retirement Systems (DRS). Both agencies requested this transfer, as the majority of states house administration of the OASI Program within their public pension agency. Although ESD will be able to reimburse DRS for the cost to transfer and operate the program through June 30, 2009, DRS needs appropriation authority for program operations in future biennia. (General Fund-Private/Local)

**2. Suspend Family Leave Program** - Funding is removed for the The Family Leave Insurance Act. This statute, chapter 357, Laws of 2007 (E2SSB 5659), requires the Employment Security Department to develop a computer system capable of accepting, processing, and paying benefits by October 1, 2009. Development of the system is suspended. (Family Leave Insurance Account-State)

**3. State Choice UI Program** - Funding is provided for one-time costs to administer state policy-driven unemployment insurance (UI) programs. This item funds specific programs that are in place as a result of state legislation such as state monitoring of job search programs, alternative base year options, shared work programs and other state-specific programs. (Unemployment Compensation Administration Account-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Employment Security Department

**4. Next Generation Tax System** - Funding is provided for the second phase to replace the mainframe unemployment insurance tax information system (TAXIS) and its ancillary subsystems, which were originally implemented in 1984. The Employment Security Department has completed the requirements and feasibility study for the computing systems supporting unemployment insurance tax. The study recommended replacement of TAXIS. (Unemployment Compensation Administration Account-Federal)

**5. Enterprise Licensing** - Funding is provided to institute an agency enterprise software licensing agreement for Microsoft products by utilizing the Department of Information Services (DIS) negotiated pricing structure. (Employment Services Administrative Account-State)

**6. Evergreen Jobs Act** - Funding is provided to implement Engrossed Second Substitute House Bill 2227 (Evergreen jobs act). This bill authorizes statewide workforce training agencies to give funding and outreach priority to workforce training programs that lead to a credential, certificate, degree or apprenticeship program in green economy jobs. (Administrative Contingency Account - State)

**7. Administrative Reductions** - Funding is reduced for General Fund-State activities at the Employment Security Department. (General Fund-State)

**8. Opportunity Internship** - Federal Workforce Investment Act statewide discretionary funds available for disadvantaged youth under the American Recovery and Reinvestment Act are transferred to the WorkForce Training Board to implement Second Substitute House Bill 1355 (opportunity internships). (General Fund-Federal)

**9. WorkForce Employment & Training** - Funding is provided to implement Senate Bill 5908 (workforce employment and training). This bill provides that certain funds be used to create incentives for education and training for certain individuals who are enrolled in training for high-demand occupations. (General Fund-State)

**10. Federal Recession and Stimulus** - As part of the federal American Recovery and Reinvestment Act of 2009, the state is anticipated to receive \$93,514,000 in unemployment stimulus and recession funding for increased unemployment rates. This item increase the department's federal authority. (General-Fund Federal and Unemployment Compensation Administration Account)

**11. Leaving PT Work Voluntarily** - Expenditure authority is provided to implement Senate Bill 5804 (leaving part time work voluntarily). The legislation provides no separation issue when an individual voluntarily leaves part-time employment when the individual was simultaneously employed in full-time employment and part-time employment and is otherwise eligible for benefits from the loss of the full-time employment. Funding is for one-time information technology costs for staff to complete systems analysis, business requirements, application and technical design, construction, testing, and implementation. (Unemployment Compensation Administration Account-Federal)

**12. Unemployment Insurance** - Funding is provided to implement Substitute Senate Bill 5963 (unemployment insurance). The legislation addresses the potential conformity issue with federal law by altering the present provisions to "pay benefits at 2 quarter averaging, charge benefits at 4 quarter averaging". Funding is for information technology costs, tax rate adjustments, communications, and rule making. (Unemployment Compensation Administration Account-Federal)

**14. WorkFirst Employment & Training** - Funding is transferred to Economic Services' WorkFirst for employment and training activities for unemployed persons participating in WorkFirst. (Administrative Contingency)

**15. Underground Economy** - Funding is provided for the implementation of Substitute House Bill 1555 (Underground economy). (Administrative Contingency Account - State, Unemployment Compensation Account - Non-Appropriated)

**16. DIS Rate Reductions** - This item reflects a decrease in the Department of Information Services central service rates.

**17. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**18. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Children and Family Services**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	2,850.9	674,028	1,166,449
2009-11 Maintenance Level	2,890.3	716,330	1,206,886
<b>Policy Non-Comp Changes:</b>			
1. Supervised Visitation	0.0	647	3,230
2. Supervised Visit EBP	0.0	-44	-44
3. Foster Care Recruitment	0.0	-1,056	-1,056
4. Length of Stay Funding	0.0	1,800	1,800
5. Foster Care Length of Stay	0.0	-4,038	-7,474
6. Foster Parent Child Care	0.0	-1,535	-1,669
7. Family Preservation Services	0.0	-3,000	-3,000
8. Intensive Family Preservation Svcs	0.0	5,000	5,000
9. Intensive Family Preser Svcs Saving	0.0	-1,258	-1,258
10. Federal Stimulus Package - FMAP Inc	0.0	-22,966	0
11. Admin Operation Efficiencies	-58.0	-8,416	-10,914
12. Expedite Adoptions	0.0	-2,924	-1,312
13. Eliminate Adoption 5 Year Review	0.0	-1,105	-2,160
14. Reduce Guardian Placements	0.0	-1,748	-1,748
15. Reduce Family Reconciliation Svc	0.0	-538	-538
16. Reduce Chem Dependency Professional	0.0	-2,476	-2,476
17. Eliminate Parent Education Support	0.0	-148	-148
18. Reduce Foster Care to 21	0.0	-1,553	-1,553
19. Eliminate Trauma Mitigation Pilot	0.0	-300	-429
20. Eliminate Intensive Resource Homes	-2.0	-2,360	-2,720
21. Sex Abuse Recognition Training	0.0	-428	0
22. Fostering Connections	0.0	721	978
23. Crisis Residential Center Funding	0.0	-5,300	0
24. HOPE Bed Funding	0.0	-1,300	0
25. Education Coordinators	0.0	725	725
26. Behavioral Rehabilitative Services	0.0	-7,585	-12,678
27. Street Youth Program	0.0	-1,789	0
28. Secure Crisis Residential Centers	0.0	-4,360	-4,360
29. Federal Funds Adjustment	0.0	0	-1,693
30. Continuum of Care Services	0.0	-1,994	-1,994
31. UA Testing	0.0	-1,000	-1,000
32. Vendor Rate Decrease	0.0	-4,238	-6,403
33. DIS Rate Reductions	0.0	-80	-124
34. Governor-Directed Freeze	0.0	-4,292	-5,647
Policy -- Non-Comp Total	-60.0	-78,938	-60,665
<b>Policy Comp Changes:</b>			
35. Employee Health Insurance	0.0	1,609	2,353
36. Actuarial Method Changes-State	0.0	-5,787	-8,480
Policy -- Comp Total	0.0	-4,178	-6,127

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Children and Family Services**  
 (Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
Total Policy Changes	-60.0	-83,116	-66,792
Total 2009-11 Biennium	2,830.3	633,214	1,140,094

*Comments:*

**1. Supervised Visitation** - Funding is provided for contracted service hours for court-ordered supervised visits between parents and dependent children. (General Fund-State, General Fund-Federal)

**2. Supervised Visit EBP** - Funding is reduced to reflect savings associated with a pilot program in Whatcom and Skagit Counties. The pilot uses existing supervised visit funding within the department's budget to provide evidence-based program services during supervised visits to reduce foster care length of stay through more timely reunification or permanency.

**3. Foster Care Recruitment** - Funding is reduced for foster care recruitment to reflect efficiencies. The Department will recruit foster parents by focusing on community-based outreach and recruitment, including former or current foster parents and local community organizations.

**4. Length of Stay Funding** - Funding is provided for activities that reduce length of stay in the child welfare system. These activities include, but are not limited to, contracting with entities to complete parenting plans and third party custody agreements.

**5. Foster Care Length of Stay** - Funding is reduced to reflect savings from decreasing the length of time a child remains in the child welfare system. Washington State Institute of Public Policy study estimate the average length of stay in foster care is 524 days. (General Fund-State, General Fund-Federal)

**6. Foster Parent Child Care** - Funding is reduced to reflect efficiencies involving foster parent child care. The Department will use best practices and implement policies to achieve these efficiencies. (General Fund-State, General Fund-Federal)

**7. Family Preservation Services** - Funding is reduced for Family Preservation Services by roughly 15 percent. These are contracted services used to reunite families or to prevent entry into the child welfare system.

**8. Intensive Family Preservation Svcs** - Funding is provided for Intensive Family Preservation Services. Intensive Family Preservation Services are contracted services for families with children who are at imminent risk of foster care placement or are being reunified. The evidence-based Homebuilder program is funded through this program.

**9. Intensive Family Preser Svcs Saving** - Funding is reduced to reflect savings from expanding the Intensive Family Preservation Services evidence based Homebuilders program. The reduction is based on the Washington State Institute for Public Policy model that finds the Homebuilders program reducing costs by preventing out-of-home placement.

**10. Federal Stimulus Package - FMAP Inc** - As part of the federal American Recovery and Reinvestment Act of 2009, the federal medical assistance percentages (FMAP) are adjusted to increase the federal match of certain social services in Children's Administration. (General Fund-State, General Fund-Federal)

**11. Admin Operation Efficiencies** - Funding is reduced to reflect savings for administrative activities. This reduction does not include direct service Child Protective Services or Child Welfare Services staff. (General Fund-State, General Fund-Federal)

**12. Expedite Adoptions** - Funding is reduced to reflect savings from finalizing the adoption of 600 legally free children. The Adoption Support Program provides a monthly maintenance payment for over 12,000 adopted children. (General Fund-State, General Fund-Federal)

**13. Eliminate Adoption 5 Year Review** - Funding is reduced to reflect savings from eliminating the five-year adoption review. Children's Administration conducts an average of 1,200 five-year reviews annually. Savings reflect the difference between the costs of finalizing adoptions and adoptions support payments from the cost of foster care payments. (General Fund-State, General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Children and Family Services**

**14. Reduce Guardian Placements** - Funding is reduced to reflect savings from limiting guardianship placements for which federal matching funds are not available.

**15. Reduce Family Reconciliation Svc** - Funding is reduced for Family Reconciliation Services, which provides family focused guidance services such as counseling and problem solving to maintain families. In FY 2008, 1,600 people were served through this program. (General Fund-State, General Fund-Federal)

**16. Reduce Chem Dependency Professional** - Funding is reduced for contracts for chemical dependency professionals with the Division of Alcohol and Substance Abuse. Children's Administration will continue to contract with eight chemical dependency professionals.

**17. Eliminate Parent Education Support** - Funding is reduced for contracted parent education support services. These services include parenting instruction for parents dealing with abuse or neglect.

**18. Reduce Foster Care to 21** - The Foster Care to 21 pilot is reduced, but funding is retained to allow youth currently in the program to continue receiving services until they age out.

**19. Eliminate Trauma Mitigation Pilot** - Funding is eliminated for the Trauma Mitigation Pilot Program. In 2008, funding was provided for a trauma mitigation pilot program to (a) implement a regional trauma mitigation early intervention program and (b) identify and strengthen local resources for dependent children who have experienced trauma and their families. (General Fund-State, General Fund-Federal)

**20. Eliminate Intensive Resource Homes** - Funding is eliminated for the Intensive Resource Homes Pilot. In 2008, funding was provided to implement an intensive resource foster home pilot program in two geographical areas with high concentrations of high-needs children in foster care. (General Fund-State, General Fund-Federal)

**21. Sex Abuse Recognition Training** - Funding for sex abuse recognition training was eliminated in the Governor's budget proposal. Since the Governor's budget proposal was released, additional federal Byrne grant funding became available under the American Recovery and Reinvestment Act of 2009. (General Fund-Federal)

**22. Fostering Connections** - Funding is provided for the implementation for Engrossed Second Substitute House Bill 1961 (Increasing adoptions act). The bill authorizes the Department to enroll youth into the Foster Care to 21 program within funds appropriated. Spending authority is provided for federal funds that are now available for relative guardianship placements. Additionally, in 2010 the Department is authorized to provide foster care, adoption, and subsidized guardianship services until the youth's 21st birthday if they (a) are enrolled in post secondary education, (b) participate in a program or activity to promote employment, (c) engage in employment for 80 hours or more a month, or (d) are incapable of engaging in any of the activities due to a medical condition. (General Fund-State, General Fund-Federal)

**23. Crisis Residential Center Funding** - Funding is provided for Crisis Residential Centers from the Home Security Account rather than the General Fund-State. (Home Security Account-State, General Fund-State)

**24. HOPE Bed Funding** - Funding is provided for HOPE Center beds from the Home Security Account rather than the General Fund-State. (Home Security Account-State, General Fund-State)

**25. Education Coordinators** - Funding is provided for contracted education coordinators to increase educational advocacy services for foster children. (Education Legacy Trust Account)

**26. Behavioral Rehabilitative Services** - Funding is reduced to reflect savings from changing Behavioral Rehabilitative Services (BRS) into a block grant using performance based outcomes. The legislature assumes that the department will be able to decrease the length of stay in BRS. The department is to work with providers to decrease the length of stay and encourage greater use of group homes. (General Fund-State, General Fund-Federal)

**27. Street Youth Program** - Funding for the Street Youth Program is provided by the Home Security Fund rather than the General Fund-State. The Street Youth Program provides assistance to homeless youth living on the streets. (General Fund-State, Home Security Fund)

**28. Secure Crisis Residential Centers** - Funding is reduced for Secure Crisis Residential Centers (SCRC).

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Children and Family Services**

**29. Federal Funds Adjustment** - Transfers federal expenditure authority for Social Services Block Grant and the Temporary Assistance for Needy Families to Economic Services Administration as a result of administrative reductions in Children's Administration. (General Fund-Federal)

**30. Continuum of Care Services** - Funding is eliminated for Continuum of Care Services which are contracted services available to families involved in child protective services.

**31. UA Testing** - Funding is reduced for urinalysis (UA) testing. This represents roughly a 16 percent decrease based on FY 2008 expenditures.

**32. Vendor Rate Decrease** - The Department of Social and Health Services will reduce rates for child welfare services and child protective services. These reductions exclude Family Foster Home payments and Adoption Support payments. (General Fund-State, General Fund-Federal)

**33. DIS Rate Reductions** - Funding is reduced to reflect a decrease in the Department of Information Services' (DIS) central service rates. (General Fund-State, General Fund-Federal)

**34. Governor-Directed Freeze** - Funding is reduced to reflect a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal services contracts, and equipment purchases not related to public safety or other essential activities. (General Fund-State, General Fund-Federal)

**35. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**36. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Juvenile Rehabilitation**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	1,131.0	222,625	234,280
2009-11 Maintenance Level	1,100.1	224,665	236,566
<b>Policy Non-Comp Changes:</b>			
1. Locally Committed Juveniles	0.0	-1,925	-1,925
2. HQ and Regional Administration	-4.0	-600	-600
3. Eliminate Enhanced Parole	-41.2	-5,332	-5,332
4. Federal Stimulus Package - FMAP Inc	0.0	-1,001	0
5. Close Community Facilities	0.0	-2,292	-2,292
6. Reinvesting in Youth Program	0.0	0	-1,428
7. Gang Prevention/Intervention	0.0	0	3,700
8. Institution Closure	0.0	-12,000	-12,000
9. Governor-Directed Freeze	-3.3	-488	-488
10. Governor-Directed 1% Cut	-7.4	-1,108	-1,108
Policy -- Non-Comp Total	-55.9	-24,746	-21,473
<b>Policy Comp Changes:</b>			
11. Employee Health Insurance	0.0	836	840
12. Actuarial Method Changes-State	0.0	-2,804	-2,820
Policy -- Comp Total	0.0	-1,968	-1,980
Total Policy Changes	-55.9	-26,714	-23,453
Total 2009-11 Biennium	1,044.2	197,951	213,113

*Comments:*

**1. Locally Committed Juveniles** - Funding provided to local communities through the Juvenile Rehabilitation Administration is reduced. Reductions are taken in programs where actual caseloads and costs have been less than assumed in the budget, including the Special Sex Offender Disposition Alternative (SSODA), Community Juvenile Services "At Risk", Mental Health Disposition Alternative, Sentencing Disposition Alternative, and Chemical Dependency Disposition Alternative Committable Inpatient funding. The programs are focused on youth that are adjudicated on the local level.

**2. HQ and Regional Administration** - Funding for administrative functions in the headquarters and regional offices is reduced.

**3. Eliminate Enhanced Parole** - Funding for parole services is reduced. Approximately 30 percent of JRA youth receive Enhanced Parole. Parole services continue treatment and rehabilitative therapy to juveniles and their families as the youth transition back into their communities from JRA custody. Parole services for sex offenders and the highest risk youth are not affected by this change.

**4. Federal Stimulus Package - FMAP Inc** - Funding adjustments are made based on enhancements provided in the American Reinvestment and Recovery Act (ARRA) of 2009.

**5. Close Community Facilities** - Funding is eliminated for the Griffin Home and Touchstone community transitional facilities, resulting in 24 fewer community placements for youth. Closing these facilities is based on changes in the Juvenile Rehabilitation Administration (JRA) caseload. The caseload continues to decline and these beds are no longer required.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Juvenile Rehabilitation**

**6. Reinvesting in Youth Program** - Expenditure authority for the Reinvesting in Youth Program is reduced to match available deposits. This program was created in the 2005-07 biennium to award grants to counties for implementing research-based early intervention services that target juvenile justice involved youth and reduce crime. (Reinvesting in Youth Account-State)

**7. Gang Prevention/Intervention** - Funding is provided for the Juvenile Rehabilitation Administration (JRA) to offer competitive grants to community-based organizations to provide at-risk youth intervention services. Grantees must report to JRA on the number, type of youth, and services provided.

**8. Institution Closure** - A savings is assumed in FY 2011 of an institution within the Juvenile Rehabilitation Administration. The institution to be closed shall be selected through a study coordinated by the Office of Financial Management.

**9. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**10. Governor-Directed 1% Cut** - In October 2008, Governor Gregoire asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.

**11. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**12. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Mental Health**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	3,121.7	925,855	1,546,781
2009-11 Maintenance Level	2,961.8	952,678	1,595,021
<b>Policy Non-Comp Changes:</b>			
1. Behavior Intervention Staffing	-3.0	-508	-508
2. CIAP Caseload Growth	0.0	336	336
3. Upgrade PYXIS System	0.0	1,010	1,416
4. Reduce Children's EBPs	0.0	-1,868	-2,810
5. Cost Shift to Block Grant	0.0	-1,100	-1,100
6. Federal Stimulus Package - FMAP Inc	0.0	-77,470	0
7. Stimulus DSH Increase	0.0	-1,495	0
8. Eliminate Telesage Contract	0.0	-600	-600
9. Reduce TA & Surveys	0.0	-150	-150
10. Innovative Services Grants	0.0	-3,051	-3,051
11. Reduce Fuel, Travel, and Equipment	0.0	-670	-670
12. Reduce Staffing	-26.5	-4,285	-4,787
13. Long-Term Outcomes Study	-0.5	-297	-347
14. Reduce Non-Medicaid Funding	0.0	-23,212	-23,212
15. Reduce Medicaid Rates	0.0	-9,897	-24,536
16. SHB 1300 Accessing MH Information	1.3	155	189
17. Return to Work Program	-17.0	-1,672	-1,672
18. Eliminate MIO Project	0.0	-902	-902
Policy -- Non-Comp Total	-45.8	-125,676	-62,404
<b>Policy Comp Changes:</b>			
19. Employee Health Insurance	0.0	2,411	2,775
20. Actuarial Method Changes-State	0.0	-8,512	-9,801
Policy -- Comp Total	0.0	-6,101	-7,026
Total Policy Changes	-45.8	-131,777	-69,430
Total 2009-11 Biennium	2,916.0	820,901	1,525,591

*Comments:*

**1. Behavior Intervention Staffing** - Funding is reduced for 3.0 FTEs that were added in the 2007-09 biennial budget for the purpose of providing training and coordination on behavior intervention techniques and for investigating concerns related to staff responses to patient behavior at the state psychiatric hospitals.

**2. CIAP Caseload Growth** - Funds are provided to respond to an anticipated Community Integration Assistance Program caseload growth in the 2009-11 biennium. A caseload increase of 20 will serve mentally ill offenders released by the Department of Corrections.

**3. Upgrade PYXIS System** - State hospitals use a system called Pyxis to dispense medication. The current Pyxis system will no longer be supported by Microsoft. Funding is provided to lease the new version of the system in order to maintain accurate medication dispensing. (General Fund-State, General Fund-Private/Local)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Mental Health**

- 4. Reduce Children's EBPs** - Funding for children's mental health Evidence Based Practices (EBP) is reduced to more accurately reflect the actual dollar amounts spent and the number of children being served. These programs currently serve 148 high intensity children (unduplicated) per year. The reduction allows services to continue to the same number of children being served by these programs in FY 2009.
- 5. Cost Shift to Block Grant** - Federal Block Grant funding will be used to offset Regional Support Network (RSN) expenditures that are funded with general fund state dollars.
- 6. Federal Stimulus Package - FMAP Inc** - The federal medical assistance percentage (FMAP) is the share of the costs of Medicaid services that the federal government bears. Under the American Recovery and Reinvestment Act, the average FMAP for FY 2010 is forecasted to grow from 50.33 percent to 62.94 percent. In FY 2011, FMAP is forecasted to grow from 50.12 percent to 56.53 percent. (General Fund-State, General Fund-Federal)
- 7. Stimulus DSH Increase** - Federal stimulus legislation provides for a temporary increase in disproportionate share hospital (DSH) payments. These will reduce state-fund expenditures at the state psychiatric hospitals. (General Fund-State, General Fund-Federal)
- 8. Eliminate Telesage Contract** - Funding is eliminated for a system that tracks changes in recipients' perception of symptoms, functioning, and quality of life. The information is self-reported upon entry to services, and updated at regular intervals during treatment to measure perceived progress toward goals and outcomes.
- 9. Reduce TA & Surveys** - The state psychiatric hospitals will find efficiencies elsewhere in their operations in order to purchase staff consultation and consumer satisfaction surveys that are required for state hospital accreditation. These activities were previously funded with federal block grants. The block grant funding will instead be used to offset state expenditures.
- 10. Innovative Services Grants** - Seven projects that received time-limited state-only innovative services grants during the 2007-09 biennium will end on the contract termination date of June 30, 2009. Contracts are not renewed through the 09-11 biennium and innovative service grant funding is eliminated.
- 11. Reduce Fuel, Travel, and Equipment** - Funding is reduced for fuel, travel, and equipment purchases in the state psychiatric hospitals.
- 12. Reduce Staffing** - Staffing in the state psychiatric hospitals is reduced by 16 full-time equivalent staff (FTEs), or approximately six-tenths of one percent, from the previously budgeted level; and staffing in department headquarters is reduced by 5 FTEs, or approximately 6 percent. (General Fund-State, General Fund-Federal)
- 13. Long-Term Outcomes Study** - Funding is suspended for a project under which the Washington State Institute for Public Policy has been tracking long-term use of mental health, criminal justice, medical, and other services by a cohort of users of community mental health services.
- 14. Reduce Non-Medicaid Funding** - The "state-only" funding provided to Regional Support Networks (RSN) for services and individuals not eligible for the federal Medicaid program is reduced by approximately 9 percent. Spending for inpatient, crisis response, and residential services is largely non-discretionary. This reduction is roughly 20 percent to the remaining non-Medicaid expenditures which are primarily RSN and provider agency administration and outpatient services. Outpatient services to 10,000-15,000 non Medicaid clients will potentially be reduced.
- 15. Reduce Medicaid Rates** - The managed care rates paid to local Regional Support Networks (RSNs) for delivery of community mental health services under the state and federal Medicaid program are reduced by 3.4 percent below the higher rates that would otherwise be paid in the 2009-11 biennium. The department is directed to devise rate adjustment methods that will insure the reduction is distributed uniformly and equitably across all RSNs statewide. Such actions may include but are not limited to methods such as adjusting the "access to care" medical necessity standard so that persons with lower levels of need will no longer have access to community mental health services, and/or to as much service, as currently; improved utilization management for use of ongoing and/or expensive services; increased uniformity in provider payment rates; etc. The department is directed to report to the relevant legislative fiscal and policy committees at least 30 days prior to proceeding with the proposed method.
- 16. SHB 1300 Accessing MH Information** - Funding is provided for Substitute House Bill 1300 (Mental Health Information) which expands the scope of mental health information that may be accessed by jail personnel, sentencing boards, attorneys, and others and the purposes for which this information can be requested.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Mental Health**

**17. Return to Work Program** - Funding is reduced by 17.0 FTEs that were added in 2007-09 biennial budget for the return to work program at Western State Hospital (WSH). This program allows persons who are injured on the job to return to light duty while they are recovering. This program was expected to offset costs to workers compensation premiums within three years of implementation. The first year of the program would not have been included in WSH claim costs until calendar year 2010. Savings would not likely have been known until 3 full years of claims data are available which would have been in calendar year 2012.

**18. Eliminate MIO Project** - Federal Block Grant (FBG) funding is eliminated for a project in King County which, since 1998, has received additional funding to provide intensive services for mentally ill offenders (MIO) following their release from jail or prison. The program served about 25 persons per year at approximately \$20,000 per person. The Federal Block Grant will be redistributed to pay for Regional Support Network expenditures that were previously paid with general fund state dollars.

**19. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**20. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Developmental Disabilities**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	3,433.3	901,415	1,752,166
2009-11 Maintenance Level	3,477.0	1,034,659	1,981,689
<b>Policy Non-Comp Changes:</b>			
1. Admin Consolidations & Efficiencies	0.0	-3,108	-6,590
2. Contract Reductions	0.0	-400	-994
3. Close Swimming Pools	-4.0	-524	-1,300
4. Professional Provider Subsidies	0.0	-200	-200
5. Expanded Community Services	1.6	2,847	6,811
6. Public Safety Placements	1.2	1,956	4,697
7. Federal Stimulus Package - FMAP Inc	0.0	-163,889	0
8. Employment & Day to Waiver	9.2	-14,052	1,640
9. State Only to Waiver	0.0	-4,937	2,386
10. Homecare Training	-4.4	-6,613	-13,543
11. Peer Mentoring for Homecare Workers	0.0	-952	-952
12. Agency Provider Qualifications	0.0	-2,235	-5,609
13. Agency Parity	0.0	236	429
14. Training Trust Contributions	0.0	2,333	4,011
15. Adult Day Health Services	0.0	-1,328	-1,848
16. IP Provider Health Care	0.0	1,133	2,725
17. Family Support Program	0.0	-380	-380
18. AP Provider Health Care	0.0	164	288
19. Boarding Home Rates	0.0	-126	-312
20. Adult Family Home Rates	0.0	-1,537	-3,812
21. Supported Living Rates	0.0	-6,734	-16,724
22. Group Home Rates	0.0	-519	-1,289
23. DDD County Contracts	0.0	-2,107	-4,922
24. Federal Stimulus	0.0	0	4,224
25. In-Home Hours Reduction	0.0	-7,832	-19,428
26. Delay CIIBS Waiver	0.0	-515	-1,389
27. Hold Vacancies in Community Residen	0.0	-2,132	-5,100
Policy -- Non-Comp Total	3.6	-211,451	-57,181
<b>Policy Comp Changes:</b>			
28. Employee Health Insurance	0.0	1,453	2,747
29. Actuarial Method Changes-State	0.0	-4,419	-8,364
Policy -- Comp Total	0.0	-2,966	-5,617
Total Policy Changes	3.6	-214,417	-62,798
Total 2009-11 Biennium	3,480.6	820,242	1,918,891

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Developmental Disabilities**

*Comments:*

- 1. Admin Consolidations & Efficiencies** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal services contracts, and equipment purchases not related to public safety or other essential activities. (General Fund-State, General Fund-Federal)
- 2. Contract Reductions** - Savings are achieved by eliminating grants to counties for publications and support for coalitions of families of developmentally disabled people. (General Fund-State, General Fund-Federal)
- 3. Close Swimming Pools** - Funding is eliminated for three swimming pools at two Residential Habilitation Centers (one at Rainier School, and two at Fircrest). Closing these pools that were used for both client therapies and the local community would result in savings in utilities and recreation staff reductions.
- 4. Professional Provider Subsidies** - Funding is eliminated for state paid services to developmentally disabled clients who have difficulty finding providers in the community for dentistry, and other health care services and so utilize professional providers who work for the state's Residential Habilitation Centers (RHCs).
- 5. Expanded Community Services** - Funding is provided for 60 new clients using Medicaid community-based waivers who need residential, behavior and/or habilitative support in addition to personal care to remain in the community instead of institutions. Services provided include specialized therapies, and employment services for the following categories of clients: community-based waiver clients assessed as having an immediate need for increased services; youth aging out of Children's Administration or Juvenile Rehabilitation Administration services; clients without residential services who are in crisis and at immediate risk of needing institutional placement; and clients who are residents of Residential Habilitation Centers who chose to be and can be cared for and choose to live in community settings. (General Fund-State, General Fund-Federal)
- 6. Public Safety Placements** - Residential and support services are added for 32 new clients with developmental disabilities and community protection issues. New placements will serve clients being diverted or discharged from state psychiatric hospitals; participants in the Dangerous Mentally Ill Offender program; participants in the Community Protection program; or mental health crisis diversion outplacements. (General Fund-State, General Fund-Federal)
- 7. Federal Stimulus Package - FMAP Inc** - The federal medical assistance percentage (FMAP) is the share of the costs of Medicaid services that the federal government bears. Under the American Recovery and Reinvestment Act, the average FMAP for FY 2010 is forecasted to grow from 50.33 percent to 62.94 percent. In FY 2011, FMAP is forecasted to grow from 50.12 percent to 56.53 percent. (General Fund-State, General Fund-Federal)
- 8. Employment & Day to Waiver** - The Department of Social and Health Services Division of Developmental Disabilities currently provides employment and day support services to approximately 2,700 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 state-only employment and day clients to the Basic waiver to capture allowable federal funding. Those who are not eligible for the waiver will maintain state-only employment services. (General Fund-State, General Fund-Federal).
- 9. State Only to Waiver** - The Department of Social and Health Services Division of Developmental Disabilities currently provides community residential support and services to a variety of individuals using state-only funding. Approximately 75 percent of these individuals are eligible for Medicaid waiver services funded partially with state dollars and partially with federal dollars. This item transitions eligible [currently] state-only residential clients to the CORE waiver to capture allowable federal funding. (General Fund-State, General Fund-Federal).
- 10. Homecare Training** - Initiative 1029, passed by voters in November 2008, adds additional continuing education, advanced training and background check requirements for home care workers. Funding for the cost of training requirements is reduced and several components of the initiative are delayed. Remaining funding is provided for the development of the training infrastructure and basic training beginning January 1, 2011. Federal background checks, continuing education, and advanced training are delayed beyond the 2009-11 biennium. (General Fund-State, General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Developmental Disabilities**

**11. Peer Mentoring for Homecare Workers** - Chapter 361, Laws of 2007 (E2SHB 2284) requires that long-term care workers be offered peer mentorship beginning January 1, 2010, as part of their overall training. Pursuant to House Bill 2359 (long-term care workers), peer mentoring is suspended for the 2009-11 biennium.

**12. Agency Provider Qualifications** - Pursuant to Substitute House Bill 2361 (in-home care/state payments), home care agencies licensed under the Medicaid in-home personal care program will no longer be allowed to employ providers who are family members of their client. Home care agencies are compensated an additional \$5 per hour for activities associated with supervision such as hiring, firing, scheduling, and reviewing and approving hours. Agency providers who are family members may continue to care for their client and be compensated for their time by becoming an Individual Provider.

**13. Agency Parity** - Funding is provided for home care agency provider parity training trust contributions pursuant with 74.39A.310. (General Fund-State, General Fund-Federal)

**14. Training Trust Contributions** - Funding is provided for the state's contribution to the training partnership, as provided in RCW 74.39A.360, pursuant to a collective bargaining agreement negotiated with the exclusive bargaining representative of individual providers established under RCW 74.39A.270. Federal amounts are contingent upon Federal approval. (General Fund-State, General Fund-Federal)

**15. Adult Day Health Services** - Funding is provided to support adult day health services for clients in nonresidential settings. (General Fund-State, General Fund-Federal)

**16. IP Provider Health Care** - Funding is provided to increase health care benefits for individual providers by three percent per year. (General Fund-State, General Fund-Federal)

**17. Family Support Program** - Funding is provided to maintain the current Family and Individual Support Program, including respite services. However, savings are achieved by funding approximately 97 percent of the FY 2009 amount. The department shall strive to manage this reduction, to the greatest extent possible, by reducing those administrative costs that do not affect direct client services or direct service delivery or programs. (General Fund-State)

**18. AP Provider Health Care** - Funding is provided in accordance with RCW 74.39A.310 to increase health care benefits for agency providers to commensurate with the health benefit increase for individual providers. (General Fund-State, General Fund-Federal)

**19. Boarding Home Rates** - The Department of Social and Health Services (DSHS) contracts with boarding home and adult family homes to provide care for elderly and disabled Medicaid clients. In some instances, the DSHS provides a base program rate and an enhanced rate. Savings are achieved by reducing the base rate amount provided to all home by approximately four percent. The enhanced rates remain unchanged. (General Fund-State, General Fund-Federal)

**20. Adult Family Home Rates** - The Department of Social and Health Services (DSHS) contracts with boarding home and adult family homes to provide care for elderly and disabled Medicaid clients. In some instances, the DSHS provides a base program rate and an enhanced rate. Savings are achieved by reducing the base rate amount provided to all homes by approximately four percent. The enhanced rates remain unchanged. (General Fund-State, General Fund-Federal)

**21. Supported Living Rates** - The Department of Social and Health Services contracts with supported living vendors to provide care for elderly and disabled Medicaid clients. Savings are achieved by reducing the base rate amount provided to all vendors by approximately three percent. (General Fund-State, General Fund-Federal)

**22. Group Home Rates** - The Department of Social and Health Services contracts with group homes to provide care for elderly and disabled Medicaid clients. Savings are achieved by reducing the base rate amount provided to all home by approximately three percent. (General Fund-State, General Fund-Federal)

**23. DDD County Contracts** - The Department of Social and Health Services (DSHS) provides a variety of services to elderly and disabled clients through contracts with counties. The counties in turn often contract with direct care providers. Savings are achieved by reducing the amount available for contracting by approximately three percent. The DSHS shall negotiate with counties and vendors so that this reduction, to the greatest extent possible, is achieved by reducing vendor rates and allowable contract administrative charges (overhead) and not through reductions to direct client services or direct service delivery or programs. (General Fund-State, General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Developmental Disabilities**

**24. Federal Stimulus** - The recently enacted American Recovery and Reinvestment Act of 2009 provided additional one-time Individuals with Disabilities Education Act (IDEA) part C funding for the state's birth to three programs. (General Fund-Federal)

**25. In-Home Hours Reduction** - Funding is reduced for in-home care hours. The reduction shall be scaled based on the acuity level of care recipients. The largest hour reductions shall be to lower acuity patients and the smallest hour reductions shall be to higher acuity patients. In doing so, the department shall comply with all maintenance of effort requirements contained in the American Reinvestment and Recovery Act. (General Fund-State, General Fund-Federal)

**26. Delay CIIBS Waiver** - Overall funding is reduced for the Children Intensive In-Home Behavioral Support (CIIBS) waiver. Use of the waiver slots funded in the 2008 supplemental budget is delayed until the Department receives federal approval. Approval is expected in April 2009. At that time, the Department expects to enroll approximately five children per month. This item reduces FY 2010 spending authority that is not required because of the delayed approval and implementation. (General Fund-State, General Fund-Medicaid).

**27. Hold Vacancies in Community Residen** - The Department of Social and Health Services Division of Developmental Disabilities (DSHS-DDD) currently provides community residential support and services in a variety settings. As individuals transition out of residential slots, the DSHS-DDD will hold slots vacant when savings can be achieved. (General Fund-State, General Fund-Federal)

**28. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**29. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Long-Term Care**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	1,213.6	1,459,710	3,013,784
2009-11 Maintenance Level	1,304.2	1,660,804	3,358,297
<b>Policy Non-Comp Changes:</b>			
1. Admin Consolidations & Efficiencies	-13.6	-1,781	-4,066
2. Adult Family Home License Fees	0.0	-782	0
3. Roads to Community Living	12.0	-2,292	-6,029
4. Economic Trends and Conditions	0.0	23,070	59,000
5. NH Vendor Rate Methodology	0.0	-23,070	-59,000
6. Federal Stimulus Package - FMAP Inc	0.0	-274,759	0
7. Homecare Training	-10.1	-7,525	-14,189
8. Peer Mentoring for Homecare Workers	0.0	-1,120	-1,120
9. Sr. Citizen Service Act Admn Reduct	0.0	-284	-284
10. Senior Companion & Foster Grndparen	0.0	-256	-256
11. Nursing Home Survey Efficiencies	0.0	-258	-516
12. Nursing Home Rate Reduction	0.0	-37,749	-93,829
13. Agency Provider Qualifications	0.0	-9,837	-24,635
14. Offender Medical Placement	1.4	1,303	2,999
15. Agency Parity	0.0	1,513	2,751
16. ProviderOne Implementation	0.0	17	43
17. Training Trust Contributions	0.0	4,146	7,128
18. Adult Day Health Services	-2.7	-17,977	-34,896
19. IP Provider Health Care	0.0	2,013	4,843
20. AP Provider Health Care	0.0	1,050	2,591
21. Boarding Home Rates	0.0	-5,089	-12,635
22. Adult Family Home Rates	0.0	-4,365	-10,820
23. In-Home Hours Reduction	0.0	-24,825	-61,512
24. Enhanced Community Services	2.0	3,939	9,782
Policy -- Non-Comp Total	-11.1	-374,918	-234,650
<b>Policy Comp Changes:</b>			
25. Employee Health Insurance	0.0	515	977
26. Actuarial Method Changes-State	0.0	-2,112	-4,047
Policy -- Comp Total	0.0	-1,597	-3,070
Total Policy Changes	-11.1	-376,515	-237,720
Total 2009-11 Biennium	1,293.2	1,284,289	3,120,577

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Long-Term Care**

*Comments:*

**1. Admin Consolidations & Efficiencies** - Aging and Disability Services Administration will consolidate administration functions and reduce travel costs and supply purchases by 20 percent in order to achieve savings. One-time Information Technology savings is included. (General Fund-State, General Fund-Federal)

**2. Adult Family Home License Fees** - Funding is provided to implement Engrossed Second Substitute House Bill 1935 (adult family homes). Adult Family Homes (AFH) are licensed facilities that provide residential care and treatment for up to six individuals. Aging and Disability Services Administration (ADSA) is responsible for the licensing and oversight of Adult Family Homes. ADSA expenditures for licensing AFHs are about \$2.7 million per year. The FY 2009 licensing fee of \$50 generated about \$166,000 in revenue. The initial licensing fee is raised to \$900 per home. Ongoing license fees are raised to \$100 per home per year.

**3. Roads to Community Living** - Savings are achieved by amending the home and community-based services waiver in conjunction with a federal grant. Clients with complex needs are transitioned from nursing homes to community-based settings with intensive supports to prevent them from returning to the nursing home. These actions will produce a net savings, but still provide appropriate services. (General Fund-State, General Fund-Federal)

**4. Economic Trends and Conditions** - In *Life Care Center of America v. Department of Social and Health Services (DSHS)*, the Thurston County Superior Court ordered DSHS to change the method it had used to apply the economic trends and conditions factor, or vendor rate increase, to the Medicaid rates of the Life Care nursing facilities. The Court ruled that in calculating Medicaid rates the economic trends and conditions factor provided in the operating budget appropriations act must be compounded with similar factors from earlier budget periods. This methodology has since been applied to the rate calculation of all nursing homes in Washington State paid by the Medicaid payment system. (General Fund-State, General Fund-Federal)

**5. NH Vendor Rate Methodology** - Legislation is expected to clarify the methodology for calculating vendor rate increases (VRI) for nursing homes. The VRI in one year is not to be compounded with VRIs from prior biennial appropriation acts. If for a particular fiscal year the Legislature provides no VRI, the VRIs from prior biennial appropriation acts shall not continue to be applied to rates established under the current biennial appropriations act. (General Fund-State, General Fund-Federal)

**6. Federal Stimulus Package - FMAP Inc** - The recently enacted American Recovery and Reinvestment Act of 2009 will increase the state's Federal Medicaid Assistance Percentage (FMAP). These funds will reduce state contributions for FMAP programs throughout DSHS. This item adjust the base budget for the increase in FMAP. (General Fund-State, General Fund-Federal)

**7. Homecare Training** - Initiative 1029, passed by voters in November 2008, adds additional continuing education, advanced training and background check requirements for home care workers. Funding for the cost of training requirements is reduced and several components of the initiative are delayed. Remaining funding is provided for the development of the training infrastructure and the implementation of basic training beginning January 1, 2011. Funding includes wages and tuition for Medicaid residential long-term care workers. Federal background checks, continuing education, and advanced training are delayed beyond the 2009-11 biennium. (General Fund-State, General Fund-Federal)

**8. Peer Mentoring for Homecare Workers** - Chapter 361, Laws of 2007 (ESSHB 2284) requires that long-term care workers be offered peer mentorship beginning January 1, 2010, as part of their overall training. Pursuant to House Bill 2359 (long-term care workers), peer mentoring is suspended for the 2009-11 biennium.

**9. Sr. Citizen Service Act Admn Reduct** - Administrative expenses for Area Agencies on Aging tied to the Senior Citizens Services Act are reduced. (General Fund-State)

**10. Senior Companion & Foster Grndparen** - The Senior Companion program and Foster Grandparent program are Federal programs which the state has been contributing funds to. The state portion of these programs is eliminated. The programs will continue to receive federal funding. The Foster Grandparent Program provides opportunities for low-income seniors to contribute to their community by engaging with children at risk on a one-to-one basis in school and non-profit settings. The Senior Companion Program provides opportunities for seniors to become companions to frail persons who may need assistance with daily living or companionship.

**11. Nursing Home Survey Efficiencies** - Long-term care surveyors will complete additional nursing home survey tasks to achieve salary savings. Nurses will continue to gather and analyze data on the complex medical issues that impact nursing home residents. (General Fund-State, General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Long-Term Care**

**12. Nursing Home Rate Reduction** - The 2009-11 biennial rebasing of nursing home rates added approximately 2.5 percent to the funding base. Savings are to be achieved by the department by reducing the rebased rates to remain within appropriated levels. The net reduction from the FY 2009 funded level is approximately 4 percent. (General Fund-State, General Fund-Federal)

**13. Agency Provider Qualifications** - Pursuant to Substitute House Bill 2361 (in-home care/state payments), home care agencies licensed under the Medicaid in-home personal care program will no longer be allowed to employ providers who are family members of their client. Home care agencies are compensated an additional \$5 per hour for activities associated with supervision such as hiring, firing, scheduling, and reviewing and approving hours. Agency providers who are family members may continue to care for their client and be compensated for their time by becoming an Individual Provider.

**14. Offender Medical Placement** - Funding is provided to implement Engrossed House Bill 2194 (offender medical placement). The Department of Corrections (DOC) will implement a policy of early release for offenders who are chronically or terminally ill. Offenders serving time on violent or sex offense charges are not eligible for release. The DOC expects to release 44 inmates during the 2009-11 biennium to an Extraordinary Medical Placement (EMP) in the community. Savings for no longer serving these individuals in DOC is used to pay for long-term care placements and medical services in the community. (General Fund-State, General Fund-Federal)

**15. Agency Parity** - Funding is provided for home care agency provider parity training trust contributions pursuant with 74.39A.310. (General Fund-State, General Fund-Federal)

**16. ProviderOne Implementation** - Funding is provided for largely one-time activities in specific programs essential to the successful implementation of ProviderOne. These costs are in addition to and not duplicative of the core ProviderOne Phase 2 request by Health and Recovery Services Administration (HRSA). (General Fund-State, General Fund-Federal)

**17. Training Trust Contributions** - Funding is provided for the state's contribution to the training partnership, as provided in RCW 74.39A.360, pursuant to a collective bargaining agreement negotiated with the exclusive bargaining representative of individual providers established under RCW 74.39A.270. Federal amounts are contingent upon Federal approval. (General Fund-State, General Fund-Federal)

**18. Adult Day Health Services** - Funding is provided to support adult day health services for clients in nonresidential settings. (General Fund-State, General Fund-Federal)

**19. IP Provider Health Care** - Funding is provided to increase health care benefits for individual providers by 3 percent per year. (General Fund-State, General Fund-Federal)

**20. AP Provider Health Care** - Funding is provided in accordance with RCW 74.39A.310 to increase health care benefits for agency providers to commensurate with the health benefit increase for individual providers. (General Fund-State, General Fund-Federal)

**21. Boarding Home Rates** - The Department of Social and Health Services (DSHS) contracts with boarding home and adult family homes to provide care for elderly and disabled Medicaid clients. In some instances, the DSHS provides a base program rate and an enhanced rate. Savings are achieved by reducing the base rate amount provided to all home by approximately four percent. The enhanced rates remain unchanged. (General Fund-State, General Fund-Federal)

**22. Adult Family Home Rates** - The Department of Social and Health Services (DSHS) contracts with boarding home and adult family homes to provide care for elderly and disabled Medicaid clients. In some instances, the DSHS provides a base program rate and an enhanced rate. Savings are achieved by reducing the base rate amount provided to all home by approximately four percent. The enhanced rates remain unchanged. (General Fund-State, General Fund-Federal)

**23. In-Home Hours Reduction** - Funding is reduced for in-home care hours. The reduction shall be scaled based on the acuity level of care recipients. The largest hour reductions shall be to lower acuity patients and the smallest hour reductions shall be to higher acuity patients. In doing so, the department shall comply with all maintenance of effort requirements contained in the American Reinvestment and Recovery Act. (General Fund-State, General Fund-Federal)

**24. Enhanced Community Services** - Funding is provided to move individuals with dementia who are not receiving active treatment in state hospitals into community care long-term care settings. Capacity is created for more community placements to prevent more individuals with dementia who do not require active treatment from entering state hospitals. (General Fund-State, General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Long-Term Care**

**25. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**26. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is changed to reflect changes to actuarial assumptions and methods used for the Public Employees' Retirement System (PERS), Teachers' Retirement System (TRS), School Employees' Retirement System (SERS), Public Safety Employees' Retirement System (PSERS), and the Washington State Patrol Retirement System (WSPRS). The funding policy changes are: reduction of the assumed rate of salary growth from 4.25% to 4%, delay of the adoption of new mortality tables until the 2011-13 fiscal biennium, suspension of contribution rate minimums for the 2009-11 fiscal biennium, a revised contribution rate floor for WSPRS, and the phased adoption of a new funding method for the Plan 1 unfunded liabilities. As a result of these changes, total employer contribution rates for the fiscal biennium are reduced from the Pension Funding Council's adopted rates of 7.84% for PERS, 10.79% for TRS, 8.12% for SERS, 10.06% for PSERS, and 8.57% for WSPRS to 5.13% for PERS, 5.98% for TRS, 5.27% for SERS, 7.68% for PSERS, and 6.17% for WSPRS. Employee contribution rates are also reduced from 4.61% for PERS, 4.93% for TRS, 4.00% for SERS, 6.94% for PSERS, and 6.95% for WSPRS to 3.89% for PERS, 3.36% for TRS, 3.14% for SERS, 6.55% for PSERS, and 4.85% for WSPRS. (General Fund-State, other funds)

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**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Economic Services Administration**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	4,287.2	1,210,027	2,277,898
2009-11 Maintenance Level	4,342.1	1,315,999	2,386,771
<b>Policy Non-Comp Changes:</b>			
1. TANF Contingency Funds	0.0	0	99,138
2. Funding for CSD Staff - FQHC	90.5	0	0
3. Food Stamp Employment and Training	12.0	0	9,160
4. Chemical Dependency Professionals	0.0	-3,000	-3,000
5. Refugee Employment Services	0.0	-3,000	-3,000
6. WorkFirst Accountability	0.0	-68,653	-68,653
7. Increase SSI Facilitators	10.0	-6,238	-6,238
8. GAU Intensive Eval & Service Coord	0.0	-18,600	-18,600
9. Child Support Stimulus Match	0.0	-10,200	1,300
10. Federal Funds Adjustment	0.0	0	1,693
11. IP Provider Health Care	0.0	389	389
12. State Food Assistance Program	0.0	2,516	2,516
13. Basic Food Stimulus Funds	0.0	-1,712	1,712
14. Enhanced Toddler Rate Fam Homes	0.0	214	214
15. WorkFirst Employment and Training	0.0	-29,136	0
16. DIS Rate Reductions	0.0	-284	-432
17. Governor-Directed Freeze	-100.1	-11,804	-21,950
18. Governor-Directed 1% Cut	-137.5	-15,776	-29,340
Policy -- Non-Comp Total	-125.1	-165,284	-35,091
<b>Policy Comp Changes:</b>			
19. Employee Health Insurance	0.0	2,038	3,521
20. Actuarial Method Changes-State	0.0	-6,846	-11,871
Policy -- Comp Total	0.0	-4,808	-8,350
Total Policy Changes	-125.1	-170,092	-43,441
Total 2009-11 Biennium	4,217.0	1,145,907	2,343,330

*Comments:*

**1. TANF Contingency Funds** - Washington State qualifies for Temporary Assistance for Needy Families (TANF) contingency funds. Receipt of these funds are based on the state's high utilization of the Supplemental Nutrition Assistance Program (also known as Food Stamps) and increased TANF caseload. A portion of the contingency funds are provided through the American Recovery and Reinvestment Act (ARRA) of 2009.

**2. Funding for CSD Staff - FQHC** - Additional FTE authority is provided for continued support of eligibility staff outstationed in Federally Qualified Health Centers, Disproportionate Share Hospitals and Indian Health Clinics located across the state, as required by federal law. Funding for these staff remains in the Medical Assistance Program.

**3. Food Stamp Employment and Training** - Federal expenditure and FTE authority is provided for the continued implementation of food stamp employment and training programs that partner with state community and technical colleges.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Economic Services Administration**

**4. Chemical Dependency Professionals** - Contracts between the Economic Services Administration and the Division of Alcohol and Substance Abuse for Chemical Dependency Professionals to be stationed at Community Service Office's (CSO) are ended. Client referrals to agencies for treatment and assessment will be handled by existing CSO staff.

**5. Refugee Employment Services** - Funding for refugee employment services is reduced. Refugee employment services is one of several services provided for refugees and has been under expended by approximately \$1.5 million dollars per year in recent biennia.

**6. WorkFirst Accountability** - The WorkFirst program provides Temporary Assistance for Needy Families (TANF) grants, supports, and services to families that meet eligibility requirements. Funding is reduced to reflect savings through reductions in partner agency contracts, and other efficiencies.

**7. Increase SSI Facilitators** - Savings are recognized from the Department hiring 10 Supplemental Security Income (SSI) facilitators. The SSI facilitators expediate the transition process from General Assistance-Expedited (GA-X) program to the federal SSI program. Savings are based on an increase in federal reimbursement of the GA-X cash grant.

**8. GAU Intensive Eval & Service Coord** - To achieve savings within the General Assistance Unemployable program, the Department shall aggressively pursue opportunities to transfer General Assistance-Unemployable (GA-U) clients to General Assistance-Expedited (GA-X) and facilitate client applications to the federal Supplemental Security Income (SSI) program. The Department shall also work to assess clients that would benefit from: naturalization services, worker retraining, veteran's benefits, and other services that would assist in removing barriers to employment. The Washington State Institute for Public Policy shall provide an assessment and review of the GA, and similar programs, and report to the appropriate committees of the legislature on their findings. In addition, the requirements around earned income disregard for General Assistance are aligned with the Temporary Assistance to Needy Families (TANF) program for additional savings.

**9. Child Support Stimulus Match** - The Deficit Reduction Act of 2005 removed competitively awarded incentives to states for efficiently operating a child support system. Under the American Recovery and Reinvestment Act (ARRA) of 2009, the federal government temporarily reinstated this program. Funds shall be available from October 1, 2008, until September 30, 2010. Federal expenditure authority is increased and general fund-state is decreased.

**10. Federal Funds Adjustment** - Transfers federal expenditure authority from Children's Administration for the Social Services Block Grant and the Temporary Assistance for Needy Families to Economic Services as a result of administrative reductions in Children's Administration. (General Fund-Federal)

**11. IP Provider Health Care** - This item funds the health care benefits portion of the collective bargaining agreement between family child care providers and the state. The health care funding growth rate increases 3 percent in FY 2010 and 3 percent in FY 2011.

**12. State Food Assistance Program** - Funding is provided for the state Food Assistance Program to increase benefits, to maintain alignment with the federal Basic Food program (or Supplemental Nutrition Assistance Program) as required by law.

**13. Basic Food Stimulus Funds** - As part of the federal American Recovery and Reinvestment Act of 2009, the state is anticipated to receive \$3,424,000 in additional food stamp administration funding in state FY 2010. Funding increases the federal share for basic food administrative expenses and creates short-term general fund-state savings. (General Fund-State, General Fund-Federal)

**14. Enhanced Toddler Rate Fam Homes** - This item funds the enhanced toddler subsidy rate for licensed family child care providers included in the collective bargaining agreement between family child care providers and the state. The enhanced rate is 115 percent of the regular toddler rate.

**15. WorkFirst Employment and Training** - Funding is provided for WorkFirst employment and training programs to increase employability of unemployed TANF and low income individuals and families. Expenditure authority from the Administrative Contingency Account is transferred from the Employment Security Department to Economic Services for the 2009-11 biennium. (General Fund-State, Administrative Contingency Account)

**16. DIS Rate Reductions** - This item reflects a decrease in the Department of Information Services' (DIS) central service rates.

**17. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Economic Services Administration**

**18. Governor-Directed 1% Cut** - In October 2008, Governor Gregoire asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.

**19. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**20. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Alcohol & Substance Abuse**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	100.0	195,028	370,326
2009-11 Maintenance Level	99.4	192,455	350,600
<b>Policy Non-Comp Changes:</b>			
1. Reduce Low-Income Treatment/Detox	0.0	-12,382	-12,382
2. Federal Stimulus Package - FMAP Inc	0.0	-7,499	0
3. Drug Court Funding	0.0	-2,087	0
4. Governor-Directed Freeze	-6.6	-1,074	-1,074
5. Governor-Directed 1% Cut	0.0	-2,376	-2,376
Policy -- Non-Comp Total	-6.6	-25,418	-15,832
<b>Policy Comp Changes:</b>			
6. Employee Health Insurance	0.0	48	93
7. Actuarial Method Changes-State	0.0	-196	-376
Policy -- Comp Total	0.0	-148	-283
Total Policy Changes	-6.6	-25,566	-16,115
Total 2009-11 Biennium	92.8	166,889	334,485

*Comments:*

**1. Reduce Low-Income Treatment/Detox** - Funding is reduced for low-income adult outpatient, residential, and detoxification services statewide.

**2. Federal Stimulus Package - FMAP Inc** - The federal medical assistance percentage (FMAP) is the share of the costs of Medicaid services that the federal government bears. Under the American Recovery and Reinvestment Act, the average FMAP for FY 2010 is forecasted to grow from 50.33 percent to 62.94 percent. In FY 2011, FMAP is forecasted to grow from 50.12 percent to 56.53 percent. (General Fund-State, General Fund-Federal)

**3. Drug Court Funding** - The Governor's budget proposed a \$2.1 million reduction of funding for drug courts. Since the Governor's budget was released, additional federal Byrne grant funding became available under the American Recovery and Reinvestment Act of 2009, and a portion of that funding will be used to fund drug courts. (General Fund-State, General Fund-Federal)

**4. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**5. Governor-Directed 1% Cut** - In October 2008, Governor Gregoire asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.

**6. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**7. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Medical Assistance Payments**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	1,193.0	4,083,328	8,446,610
2009-11 Maintenance Level	1,152.8	4,787,155	9,618,316
<b>Policy Non-Comp Changes:</b>			
1. Reduce Alien Emergency Medical	0.0	-13,868	-13,868
2. Eliminate GA Mental Health Pilot	0.0	-3,378	-3,378
3. Eliminate Foster Care Pilot	0.0	-574	-1,168
4. Reduce Maternity Support Services	0.0	-8,208	-16,746
5. Reduce Funding for DME	0.0	-14,924	-35,143
6. Eliminate Medicare Part C Premiums	0.0	-1,232	-1,232
7. Enhanced Match for Pregnancy Svcs	0.0	-317	0
8. Children's Mental Health	0.0	19	-150
9. Reduce CPE Baseline	0.0	-5,600	-5,600
10. DSH Program Reductions	0.0	-24,607	-35,675
11. Health Navigator Pilot	0.0	-1,308	-2,698
12. Adult Office Visit Rate Reduction	0.0	-4,053	-8,358
13. Apple Health Outreach	0.0	850	2,430
14. Enhanced Match for Interpreters	0.0	-3,382	0
15. Federal Stimulus Package - FMAP Inc	0.0	-746,359	-56,228
16. Administrative Reductions	-100.0	-20,086	-40,172
17. 90-Day Supplies For Low Risk Drugs	0.0	-6,106	-13,338
18. Reduce Costs For Hemophilia Drugs	0.0	-8,299	-18,130
19. Emphasize Use of Generic Drugs	10.0	-40,534	-88,138
20. Drug Purchasing Initiatives	12.0	-7,358	-16,054
21. Reduce Proton Pump Inhibitors	3.0	-5,992	-13,089
22. Reduce Over the Counter Drugs	0.0	-15,851	-34,626
23. Prorated Inpatient Payment Policy	0.0	-7,030	-16,351
24. Claim FMAP For Transportation Admin	0.0	-44	0
25. Higher FMAP For 133-200% FPL Kids	0.0	-46,515	0
26. Move All Hospitals to OPPS	0.0	-3,627	-9,008
27. Equalize Rates Paid For Child Birth	0.0	-1,744	-4,056
28. Reduce Enhancement For FQHCs	0.0	-25,000	-62,380
29. Pediatric Rate Decrease	0.0	-17,881	-42,719
30. Offender Medical Placement	0.0	646	1,510
31. Medical Support Obligations	0.3	55	108
32. IGT for Tribal CD Services	0.0	0	10,900
33. ProviderOne Implementation	51.7	17,663	38,034
34. Dental Reduction	0.0	-7,304	-16,491
35. Eliminate Small Rural DSH	0.0	-3,000	-6,000
36. Graduate Medical Education Payments	0.0	-19,600	-19,600
37. Reduce GAU Medical	0.0	-36,742	-42,531
38. Healthy Options Premium Rates	0.0	-32,604	-76,797
39. Cost Control in Other Services	0.0	-3,943	-9,428
40. Medicaid Match for Legal Immigrants	0.0	-3,919	0
41. Increase DSH Payments	0.0	2,500	5,000
42. Hospice Rate Adjustment	0.0	-796	-1,924

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Medical Assistance Payments**  
(Dollars in Thousands)

		<b>Proposed House Striker</b>		
		<b>FTEs</b>	<b>Near GF-S</b>	<b>Total</b>
43.	Inpatient & Outpatient Reductions	0.0	-64,309	-121,145
44.	GA-U Outpatient DSH Program	0.0	-10,892	0
45.	Washington Health Partnership	0.5	93	186
46.	Governor-Directed Freeze	-6.0	-8,092	-16,184
47.	Governor-Directed 1% Cut	0.0	-934	-1,244
	Policy -- Non-Comp Total	-28.6	-1,204,186	-791,481
<b>Policy Comp Changes:</b>				
48.	Employee Health Insurance	0.0	303	882
49.	Actuarial Method Changes-State	0.0	-1,088	-3,116
	Policy -- Comp Total	0.0	-785	-2,234
	Total Policy Changes	-28.6	-1,204,971	-793,715
	Total 2009-11 Biennium	1,124.2	3,582,184	8,824,601

*Comments:*

**1. Reduce Alien Emergency Medical** - Funding is reduced for non-emergent services provided to individuals otherwise eligible for Medicaid but for their citizenship status. Services are retained for renal dialysis, cancer-related treatment, and other services that are approved under federal Medicaid definitions for emergency services.

**2. Eliminate GA Mental Health Pilot** - Funding is eliminated for a pilot project that added a mental health service component to the General Assistance Unemployable medical care services care management pilot project in King and Pierce Counties.

**3. Eliminate Foster Care Pilot** - Funding is eliminated for the Foster Care Health Care Pilot, which serves approximately 2,000 children in foster care. The Center for Foster Care Health Services provides care coordination services and gathers, organizes, and maintains individual health histories of children in its care. (General Fund-State, General Fund-Federal)

**4. Reduce Maternity Support Services** - Maternity Support Services (MSS) provide preventive health care services for pregnant and postpartum women that include professional observation, assessment, education, intervention, and counseling as provided by interdisciplinary team comprised of community health nurses, nutritionists, and behavioral health specialists. Funding for MSS is reduced by 20 percent and the Department of Social and Health Services will prioritize funding for women with high-risk pregnancies. (General Fund-State, General Fund-Federal)

**5. Reduce Funding for DME** - Funding is reduced for durable medical equipment. Coverage for bath support equipment is eliminated and supplies of non-sterile gloves, incontinence supplies, diabetic supplies, and enteral nutrition are reduced. (General Fund-State, General Fund-Federal)

**6. Eliminate Medicare Part C Premiums** - Funding is eliminated for premium co-payments for 1,033 dual-eligible clients (Medicaid/Medicare) enrolled in Medicare Part C Advantage Plans.

**7. Enhanced Match for Pregnancy Svcs** - Eligibility for pregnant women who do not cooperate with the Department's efforts to establish their citizenship status will be terminated. The State Children's Health Insurance Program will reimburse for maternity coverage for undocumented citizens. (General Fund-State, General Fund-Federal)

**8. Children's Mental Health** - Funding is provided to maintain the expansion of mental health visits for children from 12 to 20 visits under Second Substitute House Bill No. 1373 (children's mental health), which removes the July 1, 2010, expiration date for the expansion. (General Fund-State, General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Medical Assistance Payments**

**9. Reduce CPE Baseline** - The Department of Social and Health Services will remove non-existent Intergovernmental Transfer (IGT) Disproportionate Share Hospital (DSH) programs from the Certified Public Expenditure (CPE) baseline, which will reduce CPE hold harmless payments.

**10. DSH Program Reductions** - Funding is eliminated for the Small Rural Disproportionate Share Hospital (DSH) program and the State Grant for Non-Rural Hospitals. Funding is eliminated for the Non-Rural Indigent Assistance DSH program in FY 2010. The amount to which Washington holds hospitals harmless based on the Non-Rural Indigent Assistance DSH program will be reduced by 50 percent. (General Fund-State, General Fund-Federal)

**11. Health Navigator Pilot** - Funding is eliminated for the Health Navigator Pilot, which links populations at disproportionate risk of receiving poor health care due to language and cultural barriers with "navigators" who guide them through the health care system. The pilot targets 1,000 children with language and cultural barriers to help them access evidence-based care through improved service coordination. (General Fund-State, General Fund-Federal)

**12. Adult Office Visit Rate Reduction** - The Department of Social and Health Services will reduce rates for adult office visits. (General Fund-State, General Fund-Federal)

**13. Apple Health Outreach** - Funding is provided to continue outreach activities to increase the enrollment of eligible children in the Apple Health for Kids program. (General Fund-State, General Fund-Federal)

**14. Enhanced Match for Interpreters** - The federal Children's Health Insurance Program Reauthorization Act of 2009 provides an enhanced matching rate of 75 percent in Medicaid and the Children's Health Insurance Program (CHIP) for translation and interpretation services for families for whom English is not the primary language. (General Fund-State, General Fund-Federal)

**15. Federal Stimulus Package - FMAP Inc** - The federal medical assistance percentage (FMAP) is the share of the costs of Medicaid services that the federal government bears. Under the American Recovery and Reinvestment Act, the average FMAP for FY 2010 is forecasted to grow from 50.33 percent to 62.94 percent. In FY 2011, FMAP is forecasted to grow from 50.12 percent to 56.53 percent. (General Fund-State, General Fund-Federal)

**16. Administrative Reductions** - The Department of Social and Health Services will continue administrative reductions started in FY 2009. Reductions include travel, hiring, contracts, and other administrative and program changes. (General Fund-State, General Fund-Federal)

**17. 90-Day Supplies For Low Risk Drugs** - The Department of Social and Health Services will reduce pharmacy dispensing charges by requiring pharmacy providers to dispense a 90-day supply of drugs for patients who require maintenance prescriptions of low-risk pharmaceuticals. (General Fund-State, General Fund-Federal)

**18. Reduce Costs For Hemophilia Drugs** - The Department of Social and Health Services will pursue a competitive procurement process for the purchase of Antihemophilic Factor (AHF) products, emphasizing evidence-based medicine and protection of patient access. (General Fund-State, General Fund-Federal)

**19. Emphasize Use of Generic Drugs** - The Department of Social and Health Services (DSHS) will emphasize the use of generic drugs over brand-name drugs with the goal of increasing the generic drug utilization rate by 20 percentage points. DSHS will evaluate the reimbursement amount based on Average Wholesale Price (AWP), but DSHS will not reduce reimbursement for single-source brand-name drugs beyond 16 percent less than AWP. Pursuant to Engrossed Substitute Senate Bill 5892 (state purchased health care), DSHS will impose limited restrictions on the dispense as written parameters for prescribers who endorse the Prescription Drug List (PDL). Other strategies include limiting off-label usage and promoting generic drugs as the first course of treatment. Funding is provided for the additional staff required to achieve these savings. (General Fund-State, General Fund-Federal)

**20. Drug Purchasing Initiatives** - The Department of Social and Health Services will pursue drug purchasing initiatives aimed at achieving greater cost effectiveness, including establishing medical necessity criteria for long-acting opioid drugs for clients with multiple prescribers, establishing medical necessity criteria for off-label prescriptions, implementing step therapy for appropriate use of certain drugs, making a maximum daily dose limit for Acetaminophen of 4 grams, and stopping coverage of products that are not approved by the Centers for Medicare and Medicaid Services (CMS). (General Fund-State, General Fund-Federal)

**21. Reduce Proton Pump Inhibitors** - The Department of Social and Health Services will reduce coverage of Proton Pump Inhibitors (PPI) by requiring prior authorization when a prescription for a PPI has continued for more than 90 consecutive days. (General Fund-State, General Fund-Federal)

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**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Medical Assistance Payments**

**22. Reduce Over the Counter Drugs** - The Department of Social and Health Services will stop paying for selected over-the-counter drugs and supplies. (General Fund-State, General Fund-Federal)

**23. Prorated Inpatient Payment Policy** - The Department of Social and Health Services (DSHS) will implement a prorated inpatient payment policy for hospitals. Savings will be achieved by conducting reviews of facility-based billings to identify when hospitals inappropriately bill for inpatient services on days when patients are transferred to other facilities with lower costs. In determining the level of reductions needed, DSHS will include services paid under fee-for-service, managed care, and certified public expenditure payment methods in its calculations. (General Fund-State, General Fund-Federal)

**24. Claim FMAP For Transportation Admin** - The Department of Social and Health Services will request reimbursement for contracted administration of transportation services at the standard federal medical assistance percentage instead of the lower administrative matching rate. (General Fund-State, General Fund-Federal)

**25. Higher FMAP For 133-200% FPL Kids** - The Department of Social and Health Services will receive reimbursement for children in families between 133-200 percent of the federal poverty level at the enhanced federal matching rate under the federal Children's Health Insurance Program Reauthorization Act of 2009. (General Fund-State, General Fund-Federal)

**26. Move All Hospitals to OPSS** - The Department of Social and Health Services (DSHS) will move all reimbursement of outpatient hospital services to the Outpatient Prospective Payment System (OPSS), a diagnostic resource groups (DRG) methodology. This change would affect hospitals that are currently classified as Children's Hospitals and Specialty Hospitals. Critical Access Hospitals will not be affected. In determining the level of reductions needed, DSHS will include services paid under fee-for-service and managed care payment methods in its calculations. (General Fund-State, General Fund-Federal)

**27. Equalize Rates Paid For Child Birth** - The Department of Social and Health Services will adjust the rates for natural and Caesarian-section deliveries to encourage natural deliveries. A marginally higher rate will be paid for natural deliveries and the C-section rate will be reduced, which yields savings on a per-payment basis. (General Fund-State, General Fund-Federal)

**28. Reduce Enhancement For FQHCs** - Funding is reduced for enhancement payments made to Federally-Qualified Health Clinics (FQHC) and Rural Health Clinics (RHC). FQHCs and RHCs receive enhancement payments from the Department of Social and Health Services and the managed care plans for all of the Healthy Options clients that clinics serve. This adjustment is driven by federal audit findings that Washington's enhancement payments are too large. (General Fund-State, General Fund-Federal)

**29. Pediatric Rate Decrease** - The Department of Social and Health Services will reduce rates for pediatric service providers. These providers received a 48 percent rate increase in the prior biennium. (General Fund-State, General Fund-Federal)

**30. Offender Medical Placement** - The Department of Corrections (DOC) will implement a policy of early release for offenders who are chronically or terminally ill. Offenders serving time on violent or sex offense charges are not eligible for release. The DOC expects to release 44 inmates during the 2009-11 biennium to an Extraordinary Medical Placement (EMP) in the community. Savings for no longer serving these individuals in DOC are used to pay for long-term care placements and medical services in the community. (General Fund-State, General Fund-Federal)

**31. Medical Support Obligations** - Funding is provided for Substitute House Bill 1845 (medical support obligations). The bill enacts federal regulations allowing courts to obligate parents to pay medical support equal to the obligated parent's proportionate share of the health insurance premium paid by the other parent or the state. The medical support payments shall not exceed 25 percent of the basic child support obligation. The state assumes savings beginning in the 2011-13 biennium.

**32. IGT for Tribal CD Services** - In March 2008 the Centers for Medicaid and Medicare Services directed the state to discontinue using certified public expenditures for the tribal expenditures eligible for Medicaid funding. Tribes are required to use an intergovernmental transfer (IGT) to shift revenue to the state for use in claiming federal match. This IGT, along with the federal funds, will be transferred back to the tribes. Local expenditure authority is provided to recognize the transfer of revenue from the tribes to the state for use in claiming federal match. (General Fund-Private/Local)

**33. ProviderOne Implementation** - Funding is provided for the continued implementation ProviderOne. ProviderOne is the system scheduled to replace the Medicaid Management Information System, the Department of Social and Health Services' primary provider payment system. When fully operational, the system will pay more than 100,000 providers, support the delivery of services to more than one million clients, and manage roughly \$4 billion per year in Medicaid and other payments. (General Fund-State, General Fund-Federal)

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**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Medical Assistance Payments**

**34. Dental Reduction** - The Department of Social and Health Services will reduce dental expenditures. These reductions will prioritize rolling back some of the dental rate increases provided during the 2007 legislative session and measures to control utilization rather than terminating any dental services. (General Fund-State, General Fund-Federal)

**35. Eliminate Small Rural DSH** - The Small Rural Disproportionate Share Hospital (DSH) program, which was established before small rural hospitals attained federal Critical Access Hospital (CAH) status, is eliminated. (General Fund-State, General Fund-Federal)

**36. Graduate Medical Education Payments** - Funding is eliminated for supplemental Graduate Medical Education (GME) payments to Harborview Medical Center and the University of Washington Medical Center. GME is a component in the fee-for-service and managed care rates these facilities receive. This option eliminates a duplicate payment and reduces hold-harmless grants under the Certified Public Expenditure program.

**37. Reduce GAU Medical** - Funding is reduced for medical assistance for clients eligible for General Assistance Unemployable (GAU). Savings are expected from moving GAU clients to managed care.

**38. Healthy Options Premium Rates** - The Department of Social and Health Services (DSHS) will reduce premiums for Healthy Options managed care by 1 percent in calendar year 2009. The forecast assumed zero growth in premiums for Healthy Options managed care for calendar year 2009. DSHS will also reduce the amount of growth assumed for Healthy Options managed care premiums in calendar years 2010-2011 to zero percent. The forecast assumed a 2.5 percent per year premium growth rate in 2010-2011. (General Fund-State, General Fund-Federal)

**39. Cost Control in Other Services** - Funding is reduced for transportation, laboratory, and X-ray services for the 2009-11 biennium. The Department of Social and Health Services (DSHS) may reduce rates or take measures to control utilization or a combination of both in order to achieve these savings. DSHS will prioritize controlling costs and utilization of advanced imaging services. (General Fund-State, General Fund-Federal)

**40. Medicaid Match for Legal Immigrants** - The federal Children's Health Insurance Program Reauthorization Act of 2009 removes the prohibition on Medicaid and Children's Health Insurance Program eligibility for legal immigrant children and pregnant women during their first five years in the United States, so Washington will now receive federal matching funds for this population. (General Fund-State, General Fund-Federal)

**41. Increase DSH Payments** - In order to mitigate the transition to the Outpatient Prospective Payment System (OPPS), a one-time increase in funding is provided for the Low Income Disproportionate Share Hospital program. (General Fund-State, General Fund-Federal)

**42. Hospice Rate Adjustment** - Hospice rates that are tied to nursing home rates are reduced to reflect nursing home rate reductions. (General Fund-State, General Fund-Federal)

**43. Inpatient & Outpatient Reductions** - The Department of Social and Health Services (DSHS) will reduce inpatient and outpatient hospital expenditures, and DSHS will adjust rates in order to meet this target. In determining the level of reductions needed, DSHS will include services paid under fee-for-service, managed care, and certified public expenditure payment methods in its calculations. These reductions will not apply to payments for psychiatric inpatient services or payments to critical access hospitals. (General Fund-State, General Fund-Federal)

**44. GA-U Outpatient DSH Program** - The Department of Social and Health Services will provide Disproportionate Share Hospital (DSH) payments to hospitals for providing outpatient services to low income patients who are eligible for medical assistance under the General Assistance Unemployable program. (General Fund-Federal)

**45. Washington Health Partnership** - Funding is provided for the Department of Social and Health Services to pursue a federal Medicaid waiver pursuant to Second Substitute Senate Bill No. 5945 (Washington health partnership plan). (General Fund-State, General Fund-Federal)

**46. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium. (General Fund-State, General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Medical Assistance Payments**

**47. Governor-Directed 1% Cut** - In October 2008, Governor Gregoire asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium. This reduction includes the elimination of a foster care nurse hotline, chronic care management contracts, and pilot projects for improving access to dental care for seniors and providing in-home care for asthmatic children. (General Fund-State, General Fund-Federal)

**48. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**49. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Vocational Rehabilitation**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	344.4	23,982	118,932
2009-11 Maintenance Level	344.4	26,404	121,439
<b>Policy Non-Comp Changes:</b>			
1. Leveraging Federal Revenue	0.0	-4,240	-14,240
2. Grant Levels & Match Requirement	0.0	-267	-4,327
3. Federal Stimulus	0.0	0	4,559
4. Governor-Directed Freeze	-3.3	-268	-268
5. Governor-Directed 1% Cut	-11.0	-348	-348
Policy -- Non-Comp Total	-14.3	-5,123	-14,624
<b>Policy Comp Changes:</b>			
6. Employee Health Insurance	0.0	286	288
7. Actuarial Method Changes-State	0.0	-988	-992
Policy -- Comp Total	0.0	-702	-704
Total Policy Changes	-14.3	-5,825	-15,328
Total 2009-11 Biennium	330.1	20,579	106,111

*Comments:*

- 1. Leveraging Federal Revenue** - Unspent federal Basic Support Grant funds for vocational rehabilitation services will be used to offset state spending in the 2009-11 biennium. (General Fund-State, General Fund-Federal)
- 2. Grant Levels & Match Requirement** - Federal expenditure authority for the Division of Vocational Rehabilitation is reduced to achieve savings in state match funding. (General Fund-State, General Fund-Federal)
- 3. Federal Stimulus** - The federal American Recovery and Reinvestment Act of 2009 provides additional Vocational Rehabilitation Grant and Independent Living State Grant funding. Vocational Rehabilitation Grants are provided to states on a formula basis for the administration and operation of a vocational rehabilitation program to assist individuals with disabilities in preparing for and engaging in gainful employment. Independent Living State Grants assist states in supporting the leadership, empowerment, independence, and productivity of individuals with disabilities, and the integration and full inclusion of individuals with disabilities into the mainstream of American society by providing financial assistance for providing, expanding, and improving the provision of independent living services. (General Fund-Federal)
- 4. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.
- 5. Governor-Directed 1% Cut** - In October 2008, Governor Gregoire asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.
- 6. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Vocational Rehabilitation**

**7. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Administration/Support Svcs**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	747.6	87,268	153,599
2009-11 Maintenance Level	730.2	87,129	152,894
<b>Policy Non-Comp Changes:</b>			
1. Admin Consolidations & Efficiencies	-101.0	-11,458	-20,360
2. Family Policy Council Reduction	-5.0	-3,847	-3,847
3. Council Child & Family Reduction	0.0	-1,492	-1,750
4. Juvenile Justice Advisory Cmte	0.0	-314	-314
5. ProviderOne Implementation	2.3	980	1,591
6. Washington State Mentors Pgm	0.0	300	300
7. I 1029 Costs (Training)	-1.0	-79	-158
8. DIS Rate Reductions	0.0	-4	-8
Policy -- Non-Comp Total	-104.7	-15,914	-24,546
<b>Policy Comp Changes:</b>			
9. Employee Health Insurance	0.0	580	727
10. Actuarial Method Changes-State	0.0	-2,403	-3,008
Policy -- Comp Total	0.0	-1,823	-2,281
Total Policy Changes	-104.7	-17,737	-26,827
Total 2009-11 Biennium	625.5	69,392	126,067

*Comments:*

**1. Admin Consolidations & Efficiencies** - Overall administrative funding is reduced. All spending reductions will be targeted at administrative staffing and expenses. (General Fund-State, General Fund-Family Support, General Fund-Medicaid, General Fund-Federal)

**2. Family Policy Council Reduction** - Funding for the Family Policy Council (FPC) and its associated grant programs are reduced. The FPC works with the Community Public Health and Safety Networks to reduce interrelated social problems: child abuse and neglect, youth substance abuse, youth violence, domestic violence, youth suicide, teen pregnancy and male parentage, dropping out-of-school, and child out of home placements.

**3. Council Child & Family Reduction** - Funding for the Council on Children and Families is reduced. To the extent possible, the council shall strive to achieve savings through administrative reductions and efficiencies and limit the impact on client services and supports. (General Fund-State, General Fund-Federal)

**4. Juvenile Justice Advisory Cmte** - Administrative funding for the Governor's Juvenile Justice Advisory Committee is reduced. (General Fund-State)

**5. ProviderOne Implementation** - Funding is provided for activities in specific programs to implement ProviderOne. Of this amount, \$1,591,000 (\$980,000 GF-State) is funded through Administration and Supporting Services. These costs are in addition to and not duplicative of, the core ProviderOne Phase 2 request by Health and Recovery Services Administration. (General Fund-State, General Fund-Family Support, General Fund-Medicaid)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Administration/Support Svcs**

**6. Washington State Mentors Pgm** - Funding is provided for an expansion of the Washington State Mentors program that provides technical assistance and training to mentoring programs that serve at-risk youth. This funding will help secure private matching funds.

**7. I 1029 Costs (Training)** - Funding is eliminated for implementation costs associated with Initiative 1029, pursuant to Senate Bill 6180 (concerning the training and background checks of long-term care workers.) (General Fund-State, General Fund-Federal)

**8. DIS Rate Reductions** - This item reflects a decrease in the Department of Information Services' (DIS) central service rates.

**9. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**10. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Special Commitment Center**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	481.9	106,972	106,972
2009-11 Maintenance Level	502.4	113,445	113,445
<b>Policy Non-Comp Changes:</b>			
1. Residential Staffing Reductions	-32.0	-3,204	-3,204
2. Reduce SCC Contracts	0.0	-1,824	-1,824
3. Governor-Directed Freeze	-2.8	-268	-268
4. Governor-Directed 1% Cut	-1.1	-154	-154
Policy -- Non-Comp Total	-35.9	-5,450	-5,450
<b>Policy Comp Changes:</b>			
5. Employee Health Insurance	0.0	399	399
6. Actuarial Method Changes-State	0.0	-1,230	-1,230
Policy -- Comp Total	0.0	-831	-831
Total Policy Changes	-35.9	-6,281	-6,281
Total 2009-11 Biennium	466.5	107,164	107,164

*Comments:*

**1. Residential Staffing Reductions** - Funding is reduced to reflect a decrease in the number of residential rehabilitation counselors assigned to lower acuity housing units.

**2. Reduce SCC Contracts** - Funding is eliminated for select educational service contracts and reduced contracted nursing services.

**3. Governor-Directed Freeze** - Funding is reduced to reflect a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal services contracts, and equipment purchases not related to public safety or other essential activities.

**4. Governor-Directed 1% Cut** - Funding is reduced to reflect a similar amount of savings each fiscal year as was achieved in FY 2009 through the 1 percent cut enacted by the Governor.

**5. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**6. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Payments to Other Agencies**  
 (Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	0.0	119,206	176,644
2009-11 Maintenance Level	0.0	128,195	189,085
<b>Policy Non-Comp Changes:</b>			
1. Admin Consolidations & Efficiencies	0.0	-22,306	-34,032
2. ProviderOne Implementation	0.0	1,014	1,344
Policy -- Non-Comp Total	0.0	-21,292	-32,688
Total Policy Changes	0.0	-21,292	-32,688
Total 2009-11 Biennium	0.0	106,903	156,397

*Comments:*

**1. Admin Consolidations & Efficiencies** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal services contracts, and equipment purchases not related to public safety or other essential activities. (General Fund-State, General Fund-Federal)

**2. ProviderOne Implementation** - Funding is provided for activities in specific programs essential to the implementation of ProviderOne. Of this amount, \$1,344,000 (\$1,014,000 GF-State) is included in Payments to Other Agencies. These costs are in addition to, and not duplicative of, the core ProviderOne Phase 2 request by Health and Recovery Services Administration. (General Fund-State, General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Dept of Social and Health Services**  
**Information System Services**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	148.3	0	0
2009-11 Maintenance Level	163.3	0	0
<b>Policy Non-Comp Changes:</b>			
1. Additional Administrative Reduction	<u>-21.5</u>	<u>0</u>	<u>0</u>
Policy -- Non-Comp Total	-21.5	0	0
Total Policy Changes	-21.5	0	0
Total 2009-11 Biennium	<u>141.8</u>	<u>0</u>	<u>0</u>

*Comments:*

**1. Additional Administrative Reduction** - The Department of Social and Health Services--Information Systems Services is an intra-agency entity funded through agency revolving funds; however, FTE authority is budgeted within this program. This item reduces total FTE authority for the Information Systems Services program to correspond with administrative budget reductions taken throughout the department.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Columbia River Gorge Commission**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	11.4	1,061	2,115
2009-11 Maintenance Level	11.3	1,096	2,170
<b>Policy Non-Comp Changes:</b>			
1. Land Use Planning	-1.0	-80	-160
2. Federal Funds Expenditure Authority	0.0	0	30
3. Administrative Reductions	-0.6	-54	-108
4. Governor-Directed Freeze	0.0	-62	-124
Policy -- Non-Comp Total	-1.6	-196	-362
<b>Policy Comp Changes:</b>			
5. Employee Health Insurance	0.0	4	8
6. Actuarial Method Changes-State	0.0	-18	-36
Policy -- Comp Total	0.0	-14	-28
Total Policy Changes	-1.6	-210	-390
Total 2009-11 Biennium	9.7	886	1,780

*Comments:*

**1. Land Use Planning** - Funding for contract support is decreased, which will reduce project-specific public information and conflict resolution services.

**2. Federal Funds Expenditure Authority** - The Commission has established a partnership with the U.S. Forest Service to partially fund a geographic information services position. Historically, the agency has waited for receipt of the grant, to request an unanticipated receipt to gain expenditure authority. This item eliminates the need for an unanticipated receipt. (General Fund-Federal)

**3. Administrative Reductions** - Agencies are directed to reduce general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

**4. Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal services contracts, and equipment purchases not related to public safety or other essential activities.

**5. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**6. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Department of Ecology**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	1,600.2	133,540	472,058
2009-11 Maintenance Level	1,591.3	132,766	459,405
<b>Policy Non-Comp Changes:</b>			
1. Reduce Water Resource Data Activity	-2.0	-400	-400
2. Reduce Litter Pickup Activity	-2.0	0	-4,000
3. Red. Watershed Grants/Assist/Study	-6.0	-6,167	-6,167
4. Drought Relief Funding (One-Time)	0.0	0	-390
5. Reduce Water Rights Processing	-11.7	-2,880	-2,880
6. Balance to Available Revenue	-19.0	0	-5,720
7. Transfer Monitoring from PSP	1.0	0	950
8. Water Quality Fed Funds Reduction	0.0	0	-360
9. Funding Greenhouse Gas Reporting	0.6	0	696
10. Defense Sites Cleanup Fund Shift	0.0	0	0
11. Toxics Private/Local Exp Authority	0.0	0	3,000
12. Standby Emergency Response Tug	0.0	0	3,600
13. Accelerate Toxic Cleanups	2.3	0	811
14. Community Right to Know Fund Shift	0.0	0	0
15. Toxic Cleanup Pre-Payment Agreement	5.1	0	1,456
16. Hanford Tank Waste Litigation	0.9	0	1,287
17. Illegal Dam Compliance	2.2	391	391
18. Determine Spokane Area Water Rights	3.5	586	586
19. Kittitas County Groundwater Support	1.7	292	292
20. Treating Hanford Tank Waste Early	2.3	0	616
21. Reducing Toxic Smoke in Communities	0.3	0	240
22. Protect Puget Sound Shorelines	3.5	0	3,558
23. Oil Spill Account Shortfall	-8.0	0	-1,928
24. Drought Preparedness Acct. Reduct.	0.0	0	-118
25. Flood Control Grants Assistance Prg	0.0	0	-1,985
26. Bisphenol A (BPA)	0.2	0	22
27. Public Participation Grant Reductn	0.0	0	-2,000
28. Salmon Recovery Office	0.0	-24	-24
29. Water Discharge Fees	0.5	0	3,173
30. Maintenance of Water Rights System	0.8	0	116
31. Administration Reduction	-14.0	-3,067	-3,067
32. Transfer Monitoring Consortium	-1.0	-400	-800
33. Climate Change Response	1.8	418	418
34. Solid Waste Handling Permits	0.3	0	63
35. Reducing Greenhouse Gas Emissions	3.3	0	862
36. Hazardous Waste Service Charges	0.0	0	462
37. Governor-Directed Freeze	-2.2	-743	-743
38. Governor-Directed 1% Cut	-4.0	-1,106	-1,106
Policy -- Non-Comp Total	-39.8	-13,100	-9,089
<b>Policy Comp Changes:</b>			
39. Employee Health Insurance	0.0	472	1,334
40. Actuarial Method Changes-State	0.0	-1,782	-5,139

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Department of Ecology**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
Policy -- Comp Total	0.0	-1,310	-3,805
Total Policy Changes	-39.8	-14,410	-12,894
Total 2009-11 Biennium	1,551.6	118,356	446,511

*Comments:*

**1. Reduce Water Resource Data Activity** - Funding and FTEs are reduced on an ongoing basis for water resource-related data collection, management, and sharing, both inside and outside the agency.

**2. Reduce Litter Pickup Activity** - The Waste Reduction, Recycling, and Litter Control Account funds litter prevention and pickup activity within the Department of Ecology. Remaining funding will allow the agency to operate a scaled-back litter pickup program. (Waste Reduction, Recycling, and Litter Control Account-State)

**3. Red. Watershed Grants/Assist/Study** - The Department of Ecology supports watershed planning and implementation by providing staff support, technical and financial assistance to local groups, and by providing technical studies. Funding and FTEs are reduced on an ongoing basis for grants to local governments, technical assistance, and a groundwater study. Remaining funding will focus assistance on watershed groups that are ready to implement their watershed plans. (General Fund-State; Water Quality Account-State)

**4. Drought Relief Funding (One-Time)** - The State Emergency Water Projects Revolving Account supports drought relief activities at the Department of Ecology and other agencies. The account was not used during the 2007-09 biennium, therefore, the residual fund balance is transferred into the state general fund. (State Emergency Water Projects Revolving Account-State)

**5. Reduce Water Rights Processing** - The Department of Ecology is responsible for making decisions on applications for new water rights, and requests for changes and transfers to existing water rights. Funding is reduced for processing water rights decisions during the 2009-11 biennium.

**6. Balance to Available Revenue** - Expenditure authority is reduced in selected dedicated accounts to match anticipated revenues. Water discharge regulation and assistance, waste reduction activities, well construction regulation, management of underground storage tanks, regulation of large stationary air pollution sources, and natural resource restoration will be impacted by these reductions. (Underground Storage Tank Account-State, Reclamation Account-State, Various Other Accounts)

**7. Transfer Monitoring from PSP** - Ongoing funding is provided to implement a statewide watershed health monitoring system includes monitoring of toxins, aquatic insects, and stream habitat. In FY 2011, the program transfers permanently to the Department of Ecology from the Puget Sound Partnership. (State Toxics Control Account-State)

**8. Water Quality Fed Funds Reduction** - Federal expenditure authority is reduced on an ongoing basis to match an anticipated reduction in federal funding for administration of capital project loans for wastewater treatment facilities managed during the 2009-11 biennium. (Water Pollution Control Account-Federal)

**9. Funding Greenhouse Gas Reporting** - Legislation enacted in 2008 requires certain entities in Washington to begin reporting their greenhouse gas emissions to the Department of Ecology in 2010, and authorizes the collection of fees to support the reporting program. Fee revenue will be collected starting in late 2010, and will be deposited into the Air Pollution Control Account. Ongoing expenditure authority is provided to spend the projected fee revenue in support of the new emissions reporting program. (Air Pollution Control Account-State)

**11. Toxics Private/Local Exp Authority** - Periodically, the Department of Ecology is approached by liable parties and asked to contract for toxic-site cleanup actions at sites where there are multiple potentially liable parties (PLPs). These contracted services are fully paid for by the PLPs, but require Ecology to act as a contracting agent, and to pass PLP payment money through to the contractor. Ongoing General Fund-Private/Local expenditure authority is provided to allow Ecology to enter into and do work under PLP-funded agreements as such opportunities occur. (General Fund-Private Local)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Department of Ecology

**12. Standby Emergency Response Tug** - The standby rescue tug stationed at Neah Bay is a preventive measure that reduces the risks of impacts from oil spills. Since 1999, the tug has responded 40 times to ships losing power or steering, or experiencing other problems. One-time funding is provided for a year-round, standby rescue tug for FY 2010. Beginning in FY 2011, a permanent, industry-funded tug will be provided at the entrance of the Strait of Juan de Fuca as a result of passage of Chapter 11, Laws of 2009 (ESSB 5344). (Local Toxics Control Account-State)

**13. Accelerate Toxic Cleanups** - Ecology oversees cleanup at 34 facilities that treat, store, and dispose of hazardous wastes in Washington. All of these sites, the majority of which are near Puget Sound, have documented soil and groundwater contamination and potential or actual impact to surface waters. Funding is provided for two more staff positions and engineering consultant time to meet the 2020 deadline for completing Puget Sound restoration. An estimated 75 percent of these costs are recoverable from property owners. (State Toxics Control Account-State)

**15. Toxic Cleanup Pre-Payment Agreement** - The Model Toxics Control Act (MTCA) provides for pre-payment agreements whereby willing parties with toxic sites provide funding to DOE to get the toxic sites cleaned up. DOE is negotiating with the City and Port of Tacoma and several oil companies for pre-paid remediation technical assistance and oversight work. The agency expects more of this pre-payment type work to occur during the 2009-11 biennium. DOE is provided one-time expenditure and FTE authority to negotiate and carry out these agreements, which will be paid for by the parties who request them. (State Toxics Control Account-State)

**16. Hanford Tank Waste Litigation** - The U.S. Department of Energy (USDOE) has missed significant Hanford cleanup milestones, the largest being startup of the Hanford Waste Treatment Plant, originally required to begin treatment operations in 2011. As a result, the state filed a federal lawsuit to compel USDOE to meet new cleanup deadlines. One-time funding is provided for legal services from the Attorney General's Office and Ecology staff resources needed to pursue litigation related to the cleanup at the Hanford Nuclear Reservation. (State Toxics Control Account-State)

**17. Illegal Dam Compliance** - The Department of Ecology has identified 594 dams statewide that have been built illegally and that have not been permitted, reviewed for safety, nor inspected regularly. Ongoing funding and FTEs are provided to inspect unregulated dams and bring them into compliance with safety requirements.

**18. Determine Spokane Area Water Rights** - The Department is proposing an adjudication process to determine the validity and extent of water rights and claims in one of four Spokane watersheds. The State of Idaho is also proceeding with a large-scale general adjudication of the Spokane River and tributaries in Idaho. Both states are currently committed to a cooperative and negotiated approach on the use of shared waters. A Spokane area adjudication will provide the factual basis to support interstate negotiation or, if necessary, litigation regarding regional water resources. Ongoing funding and FTEs are provided for this multi-year effort. During the 2009-11 biennium, funding will be used to map and document water use and resources in support of the first phase of adjudication. One-time funding of \$100,000 is also provided for certified mailing of summons to affected parties. (Water Quality Account-State)

**19. Kittitas County Groundwater Support** - In 2008, Ecology signed an agreement with Kittitas County and implemented an emergency rule to temporarily manage groundwater exempt wells in the county. One-time funding and FTEs are provided for enforcement, metering compliance, State Environmental Policy Act review of land use applications, and hydrogeologic technical assistance needed to implement the rule and agreement. This package will complement the groundwater study initiated during the 2007-09 biennium, and guide local and state actions related to the management of groundwater exempt wells. (Water Quality Account-State)

**20. Treating Hanford Tank Waste Early** - The Department of Ecology and the Attorney General's Office are negotiating with the U.S. Department of Energy to address unacceptable delays in the Hanford tank waste treatment plant. To mitigate the delays, a new facility, the interim pretreatment system, will be built to begin treatment of some tank waste in advance of final construction of the primary treatment facility. Ongoing funding and FTEs are provided for additional permitting and engineering work related to this facility. (State Toxics Control Account-State)

**21. Reducing Toxic Smoke in Communities** - The 2007 Legislature directed the Department to convene a work group to develop and recommend ways to reduce dangerous smoke from woodstoves and to reduce the risk of nonattainment due to recently lowered federal air quality standards. Among the group's recommendations were updating the burning curtailment law and increasing public understanding of health hazards, burning restrictions, and proper use of wood stoves. Ongoing funding is provided to increase local outreach efforts to reduce public health risk in high smoke communities. (Woodstove Education and Enforcement Account-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Department of Ecology

**22. Protect Puget Sound Shorelines** - Pursuant to a negotiated legal settlement in 2003, Ecology and local governments are in the process of updating local shoreline master programs, many of which have not been updated in over 25 years. Current funding is insufficient to complete shoreline master program updates in time to meet statutory and legal settlement deadlines. One-time funding and FTE staff are provided to speed up completion of Puget Sound-jurisdiction shoreline master program updates. (State Toxics Control Account-State, Local Toxics Control Account-State)

**23. Oil Spill Account Shortfall** - The Department of Ecology's Spill Prevention, Preparedness and Response program provides services to protect Puget Sound, the outer coast, and inland waters from the effects of oil spills. Because of cost increases and flat-to-declining revenues, the Oil Spill Prevention Account, a major program funding source, is facing a projected \$7.5 million shortfall during the 2009-11 biennium. The shortfall will be addressed through a combination of ongoing expenditure and staffing reductions, as well as a one-time revenue transfer into the account. As a result, the agency will do less prevention and preparedness work, including fewer vessel boardings and response readiness drills, and review and approval of fewer prevention and contingency plans. (Oil Spill Prevention Account-State)

**24. Drought Preparedness Acct. Reduct.** - Funding is removed for state drought relief activities. In the 2007-09 biennium, the funding was not used and there are early indications as a result of the weather and other factors that there will not be a need for emergency drought relief. (State Drought Preparedness Account-State)

**25. Flood Control Grants Assistance Prg** - Funding is reduced for the Flood Control Assistance Program's local grants.

**26. Bisphenol A (BPA)** - Funding is provided to implement Substitute Senate Bill 5282 (Bisphenol A). The bill bans the manufacture and sale of containers made with bisphenol A that hold food and beverages used by children under the age of 3 beginning July 1, 2010. (State Toxics Control Account-State)

**27. Public Participation Grant Reductn** - Funding is reduced for Public Participation Grants during the 2009-11 biennium. Public Participation Grants provide funding to not-for-profit public interest organizations and citizen groups to encourage public involvement in monitoring the cleanup of contaminated sites and pollution prevention through waste reduction and elimination.

**28. Salmon Recovery Office** - The Governor's Salmon Recovery Office is transferred to the Recreation and Conservation Office (RCO) pursuant to Substitute House Bill 2157 (salmon recovery). Reporting on salmon recovery activities will be consolidated, and programmatic efficiencies will be realized. The Department of Ecology and Fish and Wildlife will continue to participate in salmon recovery through interagency agreements with the RCO.

**29. Water Discharge Fees** - Funding is provided for Substitute House Bill 1413 (water discharge fees). The bill authorizes the Department to charge an annual fee for domestic wastewater facility permits up to 18 cents per month per residence or residential equivalent that is contributing to the wastewater system, and allows the Department to increase fees up to the fiscal growth factor for FY 2010 and FY 2011. The Department is authorized to adjust the fee schedule annually through December 31, 2011, and is required to evaluate the existing fee structure. (Water Quality Permit Account-State)

**30. Maintenance of Water Rights System** - The Department of Ecology is completing a system enhancement to the Water Rights Database funded during the 2007-09 biennium. The enhanced system will allow the public to access water rights information over the Internet instead of calling Ecology staff directly to get the information. A combination of one-time and ongoing funding and FTE staff are provided to maintain the new database. (Water Rights Tracking System Account-State)

**31. Administration Reduction** - Agencies are directed to reduce general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

**32. Transfer Monitoring Consortium** - Responsibility to integrate ongoing monitoring efforts for stormwater, water quality, watershed health, and other functions of the Puget Sound Monitoring Consortium are transferred to the Puget Sound Partnership. Existing Puget Sound Partnership staff and funding will be used to support this function. (Water Quality Account-State, Water Quality Permit Account-State)

**33. Climate Change Response** - Funding is provided to implement Engrossed Second Substitute Senate Bill 5560 (agency climate leadership), which requires all state agencies to meet statewide greenhouse gas emission reduction limits. The legislation also requires the Departments of Ecology; Agriculture; Natural Resources; Community, Trade and Economic Development; Fish and Wildlife; and Transportation to develop an integrated climate change response strategy to better enable Washington state to prepare for and adapt to the impacts of climate change.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Department of Ecology**

**34. Solid Waste Handling Permits** - Funding is provided to implement Substitute Senate Bill 5797 (solid waste handling permits), which exempts certain anaerobic digesters from solid waste permitting. The Department, in collaboration with the Department of Agriculture, will issue guidelines for anaerobic codigestion of livestock manure and organic waste-derived material. (State Toxics Control Account)

**35. Reducing Greenhouse Gas Emissions** - Funding is provided to implement Engrossed Second Substitute Senate Bill 5735 (reducing greenhouse gas emissions), which requires the Department of Ecology to recommend a greenhouse gas emissions reduction program that sets statewide and sector emission caps, including recommending criteria for issuing and accepting offset credits and developing the state's policy for forestry offset projects within the state. The department will also collaborate with the states of Oregon and California to develop a multistate electric vehicle infrastructure initiative. (Air Pollution Control Account-State, Emissions Reduction Assistance Account-State)

**36. Hazardous Waste Service Charges** - The department may assess reasonable service charges to cover the costs of public participation grants. (State Toxics Control Account-State)

**37. Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal services contracts, and equipment purchases not related to public safety or other essential activities.

**38. Governor-Directed 1% Cut** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 through the 1 percent cut enacted by the Governor in FY 2008.

**39. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**40. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009-11 Omnibus Operating Budget**  
**WA Pollution Liab Insurance Program**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	6.0	0	1,858
2009-11 Maintenance Level	6.0	0	1,574
<b>Policy Non-Comp Changes:</b>			
1. Connect to State Technology Network	0.0	0	42
2. Oil Heat: Online Pgm Registration	0.0	0	17
3. Agency Website Redesign & Updates	0.0	0	28
Policy -- Non-Comp Total	0.0	0	87
<b>Policy Comp Changes:</b>			
4. Employee Health Insurance	0.0	0	5
5. Actuarial Method Changes-State	0.0	0	-22
Policy -- Comp Total	0.0	0	-17
Total Policy Changes	0.0	0	70
Total 2009-11 Biennium	6.0	0	1,644

*Comments:*

**1. Connect to State Technology Network** - A combination of one-time and ongoing funding is provided to connect the Pollution Liability Insurance Agency (PLIA) to the Department of Information Services' centralized e-mail and server-hosting services. Connection to the centralized technology network will enable PLIA to better meet Information Services Board standards for technology security and other functions. It also will allow PLIA to use a variety of services that are increasingly being provided on a statewide basis. (Pollution Liability Insurance Program Trust Account-State, Heating Oil Pollution Liability Trust Account-Nonappropriated)

**2. Oil Heat: Online Pgm Registration** - The Heating Oil Pollution Liability Insurance Program provides cleanup insurance coverage and technical assistance to over 60,000 owners of heating oil tanks. Currently, applicants must register for the program by mail. Creation of a registration function on the agency's website would provide greater choice and convenience for applicants, and shorten registration turnaround time. A combination of one-time and ongoing funding is provided to design and operate a new on-line registration tool for program applicants. (Heating Oil Pollution Liability Trust Account-Nonappropriated)

**3. Agency Website Redesign & Updates** - A combination of one-time and ongoing funding is provided for the Department of Information Services (DIS) to redesign and host the Pollution Liability Insurance Agency's official website. The new design will meet state guidelines for web presentation, and DIS hosting will ensure greater reliability. (Pollution Liability Insurance Program Trust Account-State, Heating Oil Pollution Liability Trust Account-Nonappropriated)

**4. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**5. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**State Parks and Recreation Comm**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	754.0	98,104	149,908
2009-11 Maintenance Level	756.5	100,491	151,201
<b>Policy Non-Comp Changes:</b>			
1. Potlatch/Minerva Beach Operation	0.0	0	205
2. Op Costs for Completed Capital Proj	9.0	-1,015	2,060
3. Reduce IT Services	0.0	-500	-500
4. Parks Operations and Maintenance	0.0	0	3,000
5. Balance to Available Revenue	0.0	0	-27
6. Decrease Concessions Subsidy	0.0	-500	-500
7. Equipment Savings	0.0	-2,000	-2,000
8. Federal Spending Authority	0.0	0	1,000
9. Regional Consolidation	-5.0	-1,000	-1,000
10. State Park Land Revenue Leases	0.0	0	1,500
11. Land Leases	0.0	0	396
12. Fort Worden Plan Implementation	0.0	0	350
13. Funding for State Parks	0.0	-22,979	4,056
14. Parks Maint and Access Improvements	0.0	-19,362	0
15. Seasonal Parks Maintenance	0.0	-2,000	-2,000
16. Seashore Conservation	0.0	0	490
17. Governor-Directed Freeze	-7.4	-2,218	-2,218
18. Governor-Directed 1% Cut	-4.0	-1,182	-1,182
Policy -- Non-Comp Total	-7.4	-52,756	3,630
<b>Policy Comp Changes:</b>			
19. Employee Health Insurance	0.0	494	528
20. Actuarial Method Changes-State	0.0	-1,744	-1,878
Policy -- Comp Total	0.0	-1,250	-1,350
Total Policy Changes	-7.4	-54,006	2,280
Total 2009-11 Biennium	749.1	46,485	153,481

*Comments:*

**1. Potlatch/Minerva Beach Operation** - State Parks operates Minerva Beach as a residential trailer court intermixed with conventional overnight camping. Funding is provided to maintain residential units and associated infrastructure to operate the park. (Parks Renewal and Stewardship Account-State)

**2. Op Costs for Completed Capital Proj** - Operation and maintenance impacts for capital projects funded in the 2007-09 biennium is shifted from the general fund to the Parks Renewal Stewardship Account in pursuant to Substitute House Bill 2339 (state parks system donation) that facilitates a voluntary donation of \$5 at the time of vehicle registration to fund state parks. (Parks Renewal Stewardship Account-State)

**3. Reduce IT Services** - Funding is reduced for certain information technology services, including nonessential servers and Department of Information Services' charges.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget State Parks and Recreation Comm

- 4. Parks Operations and Maintenance** - Additional revenue was generated above the forecasted amount from camping and other fees, leases, and concessions. This additional revenue will be used for parks operations and maintenance costs. It will support technology and telephone costs for the new agency headquarters building, fuel, and equipment. (Parks Renewal and Stewardship Account-State)
- 5. Balance to Available Revenue** - Expenditure authority is reduced to match expected revenue. (Boating Safety Education Certification Account-State, Outdoor Education and Recreation Account-Nonappropriated)
- 6. Decrease Concessions Subsidy** - Various recreational opportunities such as the St. Edward's swimming pool and cultural center at Blake Island are supported through concession revenue. The state subsidizes this concessions revenue. The subsidy is reduced by 70 percent.
- 7. Equipment Savings** - State Parks owns and operates a fleet of vehicles and construction, landscaping, maintenance and other equipment. During the 2007-09 biennium, funding of \$2.0 million was provided to replace vehicles and equipment. This funding is removed for the 2009-11 biennium.
- 8. Federal Spending Authority** - The Clean Vessel and Recreational Boating Programs have received additional federal resources. These funds are provided to conduct pump-out inspections, boater education, a marketing campaign to increase boater awareness of boater sewage issues, and increased coordination with non-profit environmental groups. (General Fund-Federal)
- 9. Regional Consolidation** - Funding for headquarters administration is reduced. The State Parks and Recreation Commission will close one regional office.
- 10. State Park Land Revenue Leases** - Additional revenue to the Parks Revenue and Stewardship Account is assumed pursuant to Substitute House Bill 2109 (state parks & rec funding). The bill requires the State Parks and Recreation Commission to review and determine the fair market value for all existing leases for telecommunications service facilities.
- 11. Land Leases** - State Parks holds 650 second-party, term-lease agreements authorizing non-recreational uses. Approximately 40 percent of the leases are either in default or have expired, creating trespasses on state land. Pursuant to 2004 and 2006 state audit recommendations, funding is provided for Parks to manage its leasing program, generate new revenue, and identify and resolve an estimated 100 trespasses. New revenues from leases and trespass resolutions will offset the costs. (Parks Renewal and Stewardship Account-State)
- 12. Fort Worden Plan Implementation** - In 2007, State Parks adopted a publicly supported strategic plan to transition Fort Worden from its current operations as a historic fort and conference center into a lifelong learning center through a variety of non-profit and for-profit business activities and programs. Funding is provided to move the park toward becoming a lifelong learning center. The cost will be offset by enhanced conference revenue. (Parks Renewal and Stewardship Account-State)
- 13. Funding for State Parks** - Funding for state parks is shifted from the general fund to the Parks Renewal Stewardship Account pursuant to Substitute House Bill 2339 (state parks system donation) that facilitates a voluntary donation of \$5 at the time of vehicle registration to fund state parks. Revenue collected from these donations will be used solely for the operation and maintenance of state parks. (Parks Renewal Stewardship Account-State)
- 14. Parks Maint and Access Improvements** - Funds are provided for maintenance and operation and to improve accessibility to recreational activities in parks that provide opportunities for boaters and off-road vehicle users. Costs are shifted from the General Fund to the Recreation Resources Account and the Nonhighway and Off-Road Vehicle Activities Program Account for this purpose. (Recreation Resources Account-State, Nonhighway and Off-Road Vehicle Activities Program Account-State)
- 15. Seasonal Parks Maintenance** - Funding is reduced for park maintenance during the off-season.
- 16. Seashore Conservation** - State Parks has jurisdiction and management responsibilities for more than 60 miles of beaches located within the Seashore Conservation Area. By court order and as a legality of recorded deeds of dedication, the Seashore Conservation Line Survey is mandatory every ten years. One-time funding is provided for a survey to verify public ownership; to define clear management responsibilities for the agency, the public, and local governments; and to provide geographic information system mapping. (Parks Renewal and Stewardship Account-State)
- 17. Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal services contracts, and equipment purchases not related to public safety or other essential activities.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
State Parks and Recreation Comm**

**18. Governor-Directed 1% Cut** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 through the 1 percent cut enacted by the Governor in FY 2008.

**19. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**20. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Rec and Conservation Funding Board**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	21.0	3,349	28,070
2009-11 Maintenance Level	20.8	3,421	26,714
<b>Policy Non-Comp Changes:</b>			
1. Balance to Available Revenue	0.0	0	-109
2. Biodiversity Council Savings	0.0	-100	-100
3. Aquatic and Other Monitoring	0.0	-100	-100
4. SRFB Administration	0.0	-100	-100
5. Lead Entity Savings	0.0	-140	-140
6. Washington Forum on Monitoring	0.0	-11	-11
7. SRFB Operating Budget Shift to Cap	0.0	-150	-150
8. Salmon Recovery Office	4.0	448	448
9. Adjust Federal Funds	0.0	0	-8,000
10. Governor-Directed Freeze	0.0	-178	-178
Policy -- Non-Comp Total	4.0	-331	-8,440
<b>Policy Comp Changes:</b>			
11. Employee Health Insurance	0.0	5	17
12. Actuarial Method Changes-State	0.0	-26	-84
Policy -- Comp Total	0.0	-21	-67
Total Policy Changes	4.0	-352	-8,507
Total 2009-11 Biennium	24.8	3,069	18,207

*Comments:*

**1. Balance to Available Revenue** - Expenditure authority is adjusted to match expected revenue. (Youth Athletic Facility Account-Nonappropriated)

**2. Biodiversity Council Savings** - The Biodiversity Council develops recommendations for an approach to identify conservation priorities for local governments to use for land-use planning. Biodiversity Council funding is reduced, which will decrease the number of eco-regional maps produced illustrating conservation areas and their biodiversity.

**3. Aquatic and Other Monitoring** - Funding is reduced for aquatic and other monitoring activities used to benchmark progress toward environmental conservation and remediation projects.

**4. SRFB Administration** - Funding for the Salmon Recovery Funding Board (SRFB) administrative support is reduced.

**5. Lead Entity Savings** - The state supports 27 lead entities that consist of community groups that play a role in Washington's bottom-up approach to salmon recovery project funding prioritization and implementation. Funding is reduced for these entities decreasing salmon recovery project coordination with local communities.

**6. Washington Forum on Monitoring** - Funding is reduced for the Washington Forum on Monitoring, reducing the statewide monitoring effort.

**7. SRFB Operating Budget Shift to Cap** - The Salmon Recovery Funding Board review panel operating budget is shifted to the capital budget.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Rec and Conservation Funding Board

**8. Salmon Recovery Office** - The Governor's Salmon Recovery Office is transferred to the Recreation and Conservation Office (RCO) pursuant to Substitute House Bill 2157 (Salmon Recovery). Reporting on Salmon recovery activities will be consolidated, and programmatic efficiencies will be realized. The Department of Ecology and Fish and Wildlife will continue to participate in salmon recovery through interagency agreements with the RCO.

**9. Adjust Federal Funds** - Funding is reduced to match the Department of Natural Resources' (DNR) expenditure authority for implementation of the forest and fish agreements. The Recreation and Conservation Office anticipates that the current expenditure authority is greater than needed for the upcoming biennium. The revised amount reflects DNR's anticipated expenditures for these federal funds, which will be used to implement specific elements of the forest and fish report. (General Fund-Federal)

**10. Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal services contracts, and equipment purchases not related to public safety or other essential activities.

**11. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**12. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Environmental Hearings Office**  
(Dollars in Thousands)

	<b>Proposed House Striker</b>		<b>Total</b>
	<b>FTEs</b>	<b>Near GF-S</b>	
2007-09 Estimated Expenditures	9.0	2,286	2,286
2009-11 Maintenance Level	9.0	2,295	2,295
<b>Policy Non-Comp Changes:</b>			
1. Administrative Efficiencies	0.0	-39	-39
2. Governor-Directed Freeze	0.0	-76	-76
Policy -- Non-Comp Total	0.0	-115	-115
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	7	7
4. Actuarial Method Changes-State	0.0	-34	-34
Policy -- Comp Total	0.0	-27	-27
Total Policy Changes	0.0	-142	-142
Total 2009-11 Biennium	9.0	2,153	2,153

*Comments:*

**1. Administrative Efficiencies** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

**2. Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal services contracts, and equipment purchases not related to public safety or other essential activities.

**3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**4. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**State Conservation Commission**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	18.1	16,613	17,791
2009-11 Maintenance Level	18.0	16,676	17,855
<b>Policy Non-Comp Changes:</b>			
1. Reduce Administration	0.0	-82	-82
2. Reduce Grants to Local Districts	0.0	-200	-200
3. Cease Conservation Market Pilot	0.0	-115	-115
4. Cease Watershed Data Pilot Project	0.0	-235	-235
5. Cease Pioneers in Conservation	0.0	-500	-500
6. Governor-Directed Freeze	0.0	-98	-98
Policy -- Non-Comp Total	0.0	-1,230	-1,230
<b>Policy Comp Changes:</b>			
7. Employee Health Insurance	0.0	19	19
8. Actuarial Method Changes-State	0.0	-66	-66
Policy -- Comp Total	0.0	-47	-47
Total Policy Changes	0.0	-1,277	-1,277
Total 2009-11 Biennium	18.0	15,399	16,578

*Comments:*

- 1. Reduce Administration** - Funding for Commission staffing is reduced in addition to savings realized from the hiring freeze.
- 2. Reduce Grants to Local Districts** - Fourteen local conservation districts receive capacity grants to compensate for lower local revenue sources. Since most of the Commission's funding is pass-through in nature, some cuts will affect local partners.
- 3. Cease Conservation Market Pilot** - The Conservation Markets Act was enacted in 2008. The Commission will complete the feasibility study required by the act with FY 2009 funding. The two pilot projects that were to be initiated in FY 2010 are cancelled until funding is available.
- 4. Cease Watershed Data Pilot Project** - One-time funding for the data pilot project provided in the 2007-09 biennial budget is removed.
- 5. Cease Pioneers in Conservation** - State funding for Pioneers in Conservation, a competitive grant program for agricultural projects that benefit fish and wildlife, is eliminated. Although this funding leverages federal dollars, other ongoing conservation projects may still be able to leverage those federal funds.
- 6. Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal services contracts, and equipment purchases not related to public safety or other essential activities.
- 7. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
- 8. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009-11 Omnibus Operating Budget**  
**Dept of Fish and Wildlife**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	1,548.9	111,268	348,156
2009-11 Maintenance Level	1,548.3	110,748	352,313
<b>Policy Non-Comp Changes:</b>			
1. Eliminate Aviation Facility	-2.0	-300	-300
2. Balance to Available Revenue	-37.0	0	-5,155
3. Reduce Wildlife Management	-18.0	-2,311	-2,311
4. Oper Costs for Newly Acquired Lands	0.0	0	243
5. Oil Spill Account Shortfall	-1.4	0	-223
6. Reduce Habitat Protection	-20.0	-2,100	-2,100
7. Enhance Rec Shellfish Opportunities	0.0	0	880
8. Reduce Enforcement Officers	-7.0	-1,600	-1,600
9. Reduce Outreach and Education	-9.0	-2,744	-2,744
10. Business Services Reduction	-12.7	-3,800	-3,800
11. Outdoor Recreation	0.0	0	66
12. Salmon Recovery Office	0.0	-24	-24
13. Fish and Wildlife Title 77 RCW	20.8	-1,062	8,272
14. Colville Partnership Initiative	0.0	250	250
15. Implement Hatchery Reform Actions	0.0	0	294
16. Forest Health GFS Reduction	-1.0	-178	-178
17. Climate Change Response	0.5	120	120
18. Electron Dam Fish Passage	0.0	50	50
19. Fund Adjustments	0.0	0	0
20. Eastern WA Pheasant Habitat	0.0	0	100
21. General Fund Reductions	-55.0	-8,100	-8,100
22. Grizzly Bear Outreach Project	0.0	150	150
23. Governor-Directed Freeze	-16.5	-5,204	-5,204
24. Governor-Directed 1% Cut	-4.4	-1,188	-1,188
Policy -- Non-Comp Total	-162.8	-28,041	-22,502
<b>Policy Comp Changes:</b>			
25. Employee Health Insurance	0.0	604	1,208
26. Actuarial Method Changes-State	0.0	-2,138	-4,188
Policy -- Comp Total	0.0	-1,534	-2,980
Total Policy Changes	-162.8	-29,575	-25,482
Total 2009-11 Biennium	1,385.6	81,173	326,831

*Comments:*

**1. Eliminate Aviation Facility** - The Department of Fish and Wildlife's (WDFW) aviation facility has been consolidated with the State Patrol and the Department of Natural Resources. Funding is therefore eliminated for the Department's individual aviation activities. Fish and Wildlife will contract with the State Patrol, or another provider for future aviation needs.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Dept of Fish and Wildlife

**2. Balance to Available Revenue** - Expenditure authority for two dedicated accounts is reduced to match available revenue. A lower State Wildlife Account fund balance for 2009-11 will result in reductions in engineering, policy, business administration, enforcement, outreach and education, wildlife land management, and growth management technical assistance to local governments. (Warm Water Game Fish Account-State, State Wildlife Account-State)

**3. Reduce Wildlife Management** - Funding is reduced for routine or ongoing collection of non-harvest related data to monitor the status and trend of known species populations and habitats, including an inventory of fish, wildlife and habitats. There will be a reduction of data collected to determine whether elk and deer population levels meet recreational needs. In addition, the number of habitat conservation and species management and recovery plans are reduced.

**4. Oper Costs for Newly Acquired Lands** - Capital projects add new or additional operating responsibilities to the Department through acquisition, development, construction, and renovation of facilities. Ongoing funding is provided for maintenance and operations of approximately 12,900 acres of new lands that were acquired and developed through the capital budget during the 2007-09 biennium, which includes new water systems, boat launches, access areas, and graveling of parking areas. (State Wildlife Account-State)

**5. Oil Spill Account Shortfall** - The Department of Fish and Wildlife's Oil Spill Team provides technical support to the Department of Ecology's oil spill planning and preparedness efforts. Because of cost increases and flat to declining revenues, the account supporting this activity is facing a projected \$7.5 million shortfall during the 2009-11 biennium. The Department will participate in fewer oil spill response drills and conduct less response preparedness planning. (Oil Spill Prevention Account-State)

**6. Reduce Habitat Protection** - The Department shares knowledge and expertise by providing technical assistance, guidelines, and recommendations internally and to outside sources such as watershed steward lead entity groups. Funding is reduced for technical assistance, including policy development and negotiation, to improve opportunities for fish, wildlife and habitat protection.

**7. Enhance Rec Shellfish Opportunities** - The Department has historically received capital funding to purchase Manila clam and Pacific oyster seed to maintain and increase recreational harvest opportunities as part of an intertidal shellfish program. The program supports recreational harvest opportunities on approximately 20 public beaches. Funding for the purchase of clam and oyster seeds is moved from the capital budget to the operating budget. In addition, expenditure authority is provided from the Oyster Reserve Land Account to maintain shellfish opportunities. (Aquatic Lands Enhancement Account-State, Oyster Reserve Land Account-State)

**8. Reduce Enforcement Officers** - The Department's officers are responsible for protecting the state's resources and endangered species. Of the 137 active commissioned enforcement officers, approximately seven positions will be eliminated during the 2009-11 biennium.

**9. Reduce Outreach and Education** - The Department currently receives \$5.6 million per biennia from license fees to support hunter education, youth sport fishing, and other educational opportunities. The subsidy of state general funds to help support hunter and other educational programs is removed.

**10. Business Services Reduction** - Funding is reduced in the Business Services Division. Savings are realized through reductions in the following: printing and Attorney General costs, decreased warehouse functions, central purchasing and contracts management, communication, fleet management, and support for the Director's office. Meeting and travel costs for the Commission are reduced. Management and maintenance of facilities is reduced. Management of policy related to salmon, and the Columbia River, the Federal Energy Regulatory Commission, and water issues are reduced. Department information technology expenditures, and customer service support is reduced.

**11. Outdoor Recreation** - Funding is provided for Substitute House Bill 1972 (outdoor recreation info) which authorizes the Department to collect and display information relating to outdoor recreational access on a page of its website that is only accessible to license holders. The cost of a vehicle use permit issued by the the Department is increased in steps from \$10 to \$30. Individuals who purchase a wildlife-themed or personalized license plate are permitted to park at land access sites managed by the WDFW without having to display a vehicle use permit.

**12. Salmon Recovery Office** - The Governor's Salmon Recovery Office is transferred to the Recreation and Conservation Office (RCO) pursuant to Substitute House Bill 2157 (salmon recovery). Reporting on Salmon recovery activities will be consolidated, and programmatic efficiencies will be realized. The Department of Ecology and Fish and Wildlife will continue to participate in salmon recovery through interagency agreements with the RCO.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Dept of Fish and Wildlife

**13. Fish and Wildlife Title 77 RCW** - Funding is provided for Substitute House Bill 1778 (fish & wildlife Title 77 RCW). The bill makes a number of changes to Title 77 by updating statutory references and eliminating antiquated references. Additionally, the bill allows recreational anglers to purchase a stamp allowing them to use two fishing poles at one time; increases from 15 to 30 the number of big game and turkey raffles the Department may offer each year; creates a Western Washington Pheasant permit in order to hunt pheasants in Western Washington, and during the 2009-11 biennium allows the department to charge an additional 10 percent transaction fee on recreational licenses, permits, tags, stamps, or raffles. Approximately \$10.0 million in additional revenue to the State Wildlife Account will be received from the two-pole stamp, the big game and turkey raffles, and the additional transaction fee, which after replacing reduced expenditure authority allows a \$1.1 million fund shift in hatchery related costs from the General Fund to the State Wildlife Account. (General Fund-State, State Wildlife Account-State)

**14. Colville Partnership Initiative** - The State of Washington and Colville Tribes are partners in the Columbia River Water Program and have signed an agreement regarding water resources management for Lake Roosevelt. The Department of Fish and Wildlife and the Colville Tribes agreed to a pilot project to resolve licensing and enforcement conflicts. The Department received funding, but funding was not included for Tribal enforcement costs, per the agreement. This appropriation provides pass-through funding to the Colville Tribes for enforcement expenditures only.

**15. Implement Hatchery Reform Actions** - According to the Hatchery Scientific Review Group (HSRG), modifications to hatchery programs are needed to restore wild salmon and steelhead, and to maintain fishing opportunities. While hatchery programs provide the majority of fishing opportunities, they have also been identified as a factor contributing to the decline of many of the salmon and steelhead listed under the federal Endangered Species Act. Funding is provided to implement HSRG's priority recommendations to improve protection of wild salmon through modifications to hatchery programs, including the collection of wild fish stocks and development of recovery indicators for salmon and steelhead populations. (Aquatic Lands Enhancement Account-State)

**16. Forest Health GFS Reduction** - Savings are achieved by eliminating funding for technical assistance to DNR's forest health program.

**17. Climate Change Response** - Funding is provided to implement Engrossed Second Substitute Senate Bill 5560 (agency climate leadership), which requires all state agencies to meet statewide greenhouse gas emission reduction limits. The legislation also requires the Departments of Ecology; Agriculture; Natural Resources; Community, Trade and Economic Development; Fish and Wildlife; and Transportation to develop an integrated climate change response strategy to better enable Washington state to prepare for and adapt to the impacts of climate change.

**18. Electron Dam Fish Passage** - One-time funding is provided for ongoing study of the electron dam fish passage consistent with the recommendations and protocols contained in the 2008 electron project downstream fish passage final report.

**20. Eastern WA Pheasant Habitat** - Funding is provided for enhancements to permanent and temporary pheasant habitat on public and private lands in Grant, Franklin, and Adams counties. These funds may also be used to support the efforts of other entities, including conservation districts, nonprofit organizations, and landowners, and must require such entities to provide an in-kind or monetary match to the state funds. (Eastern Washington Pheasant Enhancement Account-State)

**21. General Fund Reductions** - The department will achieve general fund savings through a combination of efficiencies and reductions in administration, business services, and other programs.

**22. Grizzly Bear Outreach Project** - One-time funding is provided to a community-based organization to disseminate information about grizzly bears in the North Cascades.

**23. Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal services contracts, and equipment purchases not related to public safety or other essential activities.

**24. Governor-Directed 1% Cut** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 through the 1 percent cut enacted by the Governor in FY 2008.

**25. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Dept of Fish and Wildlife**

**26. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Puget Sound Partnership**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	35.0	8,758	16,123
2009-11 Maintenance Level	36.0	8,174	11,824
<b>Policy Non-Comp Changes:</b>			
1. Reduce Action Agenda Planning	0.0	-102	-102
2. Air Deposition Study	0.0	0	71
3. Puget Sound Coastal Monitoring	-1.0	-305	170
4. Administrative Reduction	-2.0	-455	-455
5. Administration Fund Shift	0.0	-170	0
6. Communication Reduction	-1.0	-550	-550
7. Oil Spill Prevention & Preparedness	0.0	0	150
8. Puget Sound Research	1.0	0	500
9. Governor-Directed Freeze	0.0	-108	-108
Policy -- Non-Comp Total	-3.0	-1,690	-324
<b>Policy Comp Changes:</b>			
10. Employee Health Insurance	0.0	23	28
11. Actuarial Method Changes-State	0.0	-90	-92
Policy -- Comp Total	0.0	-67	-64
Total Policy Changes	-3.0	-1,757	-388
Total 2009-11 Biennium	33.0	6,417	11,436

*Comments:*

**1. Reduce Action Agenda Planning** - Funding is reduced for the Partnership's planning process and for updates to the Action Agenda.

**2. Air Deposition Study** - Funding is shifted from FY 2009 to FY 2010 to accommodate delays in completing an air deposition study. (State Toxics Control Account-State)

**3. Puget Sound Coastal Monitoring** - Funding is reduced for Puget Sound coastal monitoring, and will affect the development of a statewide watershed health monitoring system.

**4. Administrative Reduction** - Funding is reduced for the Puget Sound Partnership's administrative activities. Savings are anticipated from staff reductions.

**5. Administration Fund Shift** - Administration expenses are shifted from the state general fund to the State Toxics Control Account.

**6. Communication Reduction** - Funding is reduced for communication expenditures, such as web-design, public affairs, and media activities.

**7. Oil Spill Prevention & Preparedness** - Funding is provided for the Partnership to provide independent advice and assessment of the state's oil spill prevention, preparedness, and response programs. (State Toxics Control Account-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Puget Sound Partnership**

**8. Puget Sound Research** - Additional federal spending authority is provided for the Partnership's Science Panel to manage a competitive, peer-reviewed research project selection process to complete research needs identified in the Biennial Science Workplan. This work will focus on understanding the processes that drive ecosystem change in Puget Sound; evaluating the effectiveness of restoration actions; evaluating the impacts of storm water on aquatic life; and increasing understanding of forage fish in the nearshore environment. (General Fund-Federal)

**9. Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal services contracts, and equipment purchases not related to public safety or other essential activities. Additionally, within existing funds, the Partnership will assume responsibilities of the Oil Spill Advisory Council and the Puget Sound Monitoring Consortium.

**10. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**11. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Department of Natural Resources**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	1,501.4	104,370	390,215
2009-11 Maintenance Level	1,500.6	101,436	409,964
<b>Policy Non-Comp Changes:</b>			
1. Efficient Fire Suppression	0.0	-2,719	-2,719
2. General Fund Reductions	-15.0	-7,016	-7,016
3. Increased Derelict Vessel Removal	0.0	0	600
4. Manage Agricultural Trust Lands	2.3	566	1,132
5. Spotted Owl Legal Settlement	0.0	160	160
6. Department Administration Reduction	-6.0	-1,637	-1,637
7. Board of Geographic Names Support	0.0	-33	-33
8. Correction Camps Program Reduction	0.0	-600	-600
9. Forest Biomass Energy Project	2.4	0	666
10. Fire Prevention Reduction	0.0	-341	-341
11. Forest Practices Reduction	-2.0	-560	-560
12. Interagency Payments	0.0	-250	-250
13. Natural Areas Reductions	-4.0	-1,225	-1,225
14. Natural Heritage Reduction	-1.6	-302	-302
15. Specialized Forest Products	0.0	10	10
16. Recreation Site Closures	-1.0	-200	-200
17. Travel Reduction	0.0	-477	-477
18. Forest Health GFS Reduction	0.0	-652	-652
19. Climate Change Response	0.3	60	60
20. Balance to Available Revenue	-97.0	0	-29,331
21. Surface Mine Reclamation	0.0	0	190
22. Governor-Directed Freeze	-11.0	-3,470	-3,470
23. Governor-Directed 1% Cut	-2.8	-836	-836
Policy -- Non-Comp Total	-135.4	-19,522	-46,831
<b>Policy Comp Changes:</b>			
24. Employee Health Insurance	0.0	345	1,202
25. Actuarial Method Changes-State	0.0	-1,127	-3,981
Policy -- Comp Total	0.0	-782	-2,779
Total Policy Changes	-135.4	-20,304	-49,610
Total 2009-11 Biennium	1,365.2	81,132	360,354

*Comments:*

**1. Efficient Fire Suppression** - In anticipation of program efficiencies, funding for fire preparedness and emergency fire suppression is reduced.

**2. General Fund Reductions** - Ongoing funding is reduced for work in the following programs: small forest landowner assistance, geology, adaptive management studies, forest practices rules and implementation, urban forestry, and natural areas.

**3. Increased Derelict Vessel Removal** - Ongoing funding is provided to remove derelict and abandoned vessels that pose a public nuisance and/or safety hazard. Funding will come from the \$1 derelict vessel fee placed on vessel registration. (Derelict Vessel Removal Account-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Department of Natural Resources

- 4. Manage Agricultural Trust Lands** - Expenditure authority and staffing are increased on an ongoing basis to expand silvicultural activities on state lands in pursuit of the 2004 Sustainable Harvest Plan's (SHP) conservation, ecological, and forest structure goals. The agricultural college lands' portion of implementing the SHP was overlooked in 2007. This funding equalizes the harvest rate on agricultural lands with other school trusts and produces additional revenue for the school trusts. (General Fund-State, Agricultural Trust Management Account-State)
- 5. Spotted Owl Legal Settlement** - One-time funding is provided to implement the legal settlement between the Department, and environmental and forest organizations to avoid further litigation concerning the spotted owl. The agreement requires the Department to form and staff a collaborative working group that will identify forest management incentives to create and protect habitat for the owls.
- 6. Department Administration Reduction** - Funding for Department administration will be reduced in the following areas: executive management, information technology services and equipment reductions, streamlined administrative functions, and reduced attorney use.
- 7. Board of Geographic Names Support** - Funding for the Board of Geographic Names is eliminated.
- 8. Correction Camps Program Reduction** - Funding is reduced for the Department's Correctional Camps program. This program provides work opportunities for state inmates in forest management and fire suppression. Reductions are taken from camps in lower fire risk areas and some camps will only be operational during fire season.
- 9. Forest Biomass Energy Project** - Funding is provided for House Bill 2165 (forest biomass energy proj). The bill authorizes the Department of Natural Resources to conduct forest biomass energy demonstration projects. (General Fund-Federal)
- 10. Fire Prevention Reduction** - Funding is reduced for fire prevention activities.
- 11. Forest Practices Reduction** - Funding is for forest practices activities. Reductions will impact policy development and operational support capabilities.
- 12. Interagency Payments** - Overall reductions in staffing will allow savings in the following areas: Attorney General use and central service employee costs.
- 13. Natural Areas Reductions** - Funding is eliminated for natural area planning and all non-core maintenance and operations are eliminated.
- 14. Natural Heritage Reduction** - Funding is reduced for the Natural Heritage Program which manages site specific information on species and ecosystems that are rare or have limited distribution.
- 15. Specialized Forest Products** - Funding is provided for the design and printing of specialized forest product permits pursuant to Substitute House Bill 1038 (specialized forest products). The bill implements the recommendations of the Specialized Forest Practices Work Group, including the creation of a dual permitting system and a change in the scope of products that require a permit under the specialized forest products permitting system.
- 16. Recreation Site Closures** - Funding is reduced for the support of the Department's 143 recreation sites.
- 17. Travel Reduction** - Funding is reduced for travel, this reduction assumes that fuel efficiency measures will be adopted.
- 18. Forest Health GFS Reduction** - The Department's forest health program is funded with both state and federal funds. Savings are achieved by reducing the general fund appropriation.
- 19. Climate Change Response** - Funding is provided to implement Engrossed Second Substitute Senate Bill 5560 (agency climate leadership), which requires all state agencies to meet statewide greenhouse gas emission reduction limits. The legislation also requires the Departments of Ecology; Agriculture; Natural Resources; Community, Trade and Economic Development; Fish and Wildlife; and Transportation to develop an integrated climate change response strategy to better enable Washington state to prepare for and adapt to the impacts of climate change.
- 20. Balance to Available Revenue** - Due to continued declines in the timber market, adjustments are made to align expenditures with revenue. (Resource Management Cost Account-State, Forest Development Account-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009-11 Omnibus Operating Budget  
Department of Natural Resources**

**21. Surface Mine Reclamation** - Ongoing funding is provided for an additional mine inspector (for whom the agency already has FTE authority) to conduct about 200 inspections each year to ensure that surface mining activities comply with federal and state water quality standards (Surface Mining Reclamation Account-State)

**22. Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal services contracts, and equipment purchases not related to public safety or other essential activities.

**23. Governor-Directed 1% Cut** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 through the 1 percent cut enacted by the Governor in FY 2008.

**24. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**25. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Department of Agriculture**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	749.4	29,837	129,173
2009-11 Maintenance Level	749.5	29,155	130,505
<b>Policy Non-Comp Changes:</b>			
1. Biofuels Quality Assurance Savings	-1.0	-200	-200
2. Reduce Invasive Weed Funding	0.0	-400	-400
3. Replace GF-S in Fee-Based Programs	0.0	-1,162	0
4. Eliminate IPM Committee	0.0	-28	-28
5. Eradicate Spartina in Willapa Bay	0.0	0	487
6. Naturally Raised Beef Cattle Certif	0.3	63	63
7. Solid Waste Handling Permits	0.2	0	25
8. DIS Rate Reductions	0.0	-19	-83
9. Governor-Directed Freeze	-6.2	-1,862	-1,862
10. Governor-Directed 1% Cut	-1.1	-346	-346
Policy -- Non-Comp Total	-7.9	-3,954	-2,344
<b>Policy Comp Changes:</b>			
11. Employee Health Insurance	0.0	99	512
12. Actuarial Method Changes-State	0.0	-389	-1,635
Policy -- Comp Total	0.0	-290	-1,123
Total Policy Changes	-7.9	-4,244	-3,467
Total 2009-11 Biennium	741.6	24,911	127,038

*Comments:*

**1. Biofuels Quality Assurance Savings** - Initial technical and policy issues concerning quality assurance of this new fuel source have been addressed. Existing staff can absorb the ongoing quality assurance workload.

**2. Reduce Invasive Weed Funding** - Ongoing funding for local governments to respond to invasive weeds, such as Japanese Knotweed, is reduced.

**3. Replace GF-S in Fee-Based Programs** - The Department's programs are mostly fee-based, with agricultural businesses requesting services that help market their products by ensuring their quality. Some programs are partially supported by the state general fund even though the Department administers fees for the work. General Fund-State support for commercial feed regulation, pesticide regulation programs and a portion of administrative support is replaced with agricultural fee expenditure authority. (General Fund-State, Various Other Funds)

**4. Eliminate IPM Committee** - The state Integrated Pest Management Committee was created in the 1990's to assist agencies in developing pest management strategies that were not wholly reliant upon poisons. That purpose has been accomplished, and state agencies have generally gone beyond the statutory requirements in implementing their plans. Funding for this committee is therefore eliminated.

**5. Eradicate Spartina in Willapa Bay** - Spartina (cordgrass) is an invasive weed that harms native saltwater estuaries. State, local, and federal partners have virtually eliminated Spartina meadows, lowering infested acres statewide from over 9,200 to about 200. However, \$2.0 million of federal in-kind support to eradicate the remaining acres expired in 2008. One-time funding of \$350,000 will allow Pacific County to assume treatment of remnant Spartina populations in Willapa Bay and maintain early detection and rapid response eradication efforts. One-time funding of \$125,000 will allow the Department to contract for similar work in Grays Harbor in FY 2011. (Aquatic Lands Enhancement Account-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Department of Agriculture**

**6. Naturally Raised Beef Cattle Certif** - One-time funding from the General Fund is provided to implement Substitute Senate Bill 5005 (Naturally raised beef cattle) which creates a program to certify and market beef cattle from Washington as either Washington-certified natural beef cattle or Washington-certified natural grass-fed beef cattle. Beginning in FY 2011, this program will be fee supported.

**7. Solid Waste Handling Permits** - Funding is provided to implement Substitute Senate Bill 5797 (solid waste handling permits), which exempts certain anaerobic digesters from solid waste permitting. The department, in collaboration with the Department of Ecology, is to issue guidelines for anaerobic codigestion of livestock manure and organic waste-derived material. (State Toxics Control Account-State)

**8. DIS Rate Reductions** - This item reflects a decrease in the Department of Information Services' (DIS) central service rates.

**9. Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal services contracts, and equipment purchases not related to public safety or other essential activities.

**10. Governor-Directed 1% Cut** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 through the 1 percent cut enacted by the Governor in FY 2008.

**11. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**12. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Washington State Patrol**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	563.1	81,829	121,666
2009-11 Maintenance Level	583.1	90,513	135,118
<b>Policy Non-Comp Changes:</b>			
1. Fire Mobilization	0.0	0	8,000
2. Reduce Executive Protection	0.0	-190	-190
3. Local Spending Authority	0.0	0	374
4. License Fraud	-2.0	-500	-500
5. Meth Response Team	0.0	-1,360	-1,360
6. Crime Lab	0.0	-600	-600
7. Criminal Records Division	-5.5	-613	-613
8. Narcotics Unit	-2.0	-436	-436
9. Administrative Efficiencies	-22.0	-2,750	-2,750
10. Regional Fire Funding	-1.0	-722	-722
11. NFIRS Grant	0.0	-100	-100
12. Interoperability Efforts	-2.0	-378	-378
13. Additional Federal Funds	0.0	0	1,960
14. Consumer Loan Companies	0.0	0	48
15. DIS Rate Reductions	0.0	-4	-4
Policy -- Non-Comp Total	-34.5	-7,653	2,729
<b>Policy Comp Changes:</b>			
16. Employee Health Insurance	0.0	351	484
17. Actuarial Method Changes-State	0.0	-1,377	-1,856
Policy -- Comp Total	0.0	-1,026	-1,372
Total Policy Changes	-34.5	-8,679	1,357
Total 2009-11 Biennium	548.6	81,834	136,475

*Comments:*

**1. Fire Mobilization** - Funds previously provided via an allocation by the Office of Financial Management from the fire contingency pool are now appropriated directly to the Washington State Patrol (WSP) for fire mobilization activities. (Disaster Recovery Account-State)

**2. Reduce Executive Protection** - Funding for executive protection is reduced.

**3. Local Spending Authority** - Local spending authority is provided for the Washington State Patrol (WSP) unanticipated receipts received in FY 2009 that continue in FY 2010. (General Fund-Local/Private)

**4. License Fraud** - Funding for two license fraud enforcement positions is eliminated. Funding was provided in FY 2007 to support increased enforcement activities associated with Chapter 323, Laws of 2005 (EHB 1241), which increased penalties for failure to register a vehicle, and created a penalty for registering a vehicle in another state to avoid in-state fees. (General Fund-State)

**5. Meth Response Team** - Funding is reduced for the meth response team activity. The WSP provides tactical response with the certified meth response team.

**6. Crime Lab** - Funding is reduced for the crime labs which provide a variety of forensic services for criminal justice agencies.

**7. Criminal Records Division** - Funding is reduced for the criminal records division to reflect savings from efficiencies.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Washington State Patrol**

- 8. Narcotics Unit** - Funding is reduced for the Narcotics Unit.
- 10. Regional Fire Funding** - Funding is reduced for grants to local fire districts for training and technical assistance.
- 11. NFIRS Grant** - Funding is eliminated for grants to local fire districts for computers, training, data entry services, and other costs associated with using the National Fire Incident Reporting System (NFIRS).
- 12. Interoperability Efforts** - Funding is reduced for FTEs supporting work on interoperability between state, local, federal, tribal, and other first responder and emergency response agencies.
- 13. Additional Federal Funds** - Additional funds are provided to the State Patrol from increases in the Justice Assistance Grant from the 2009 federal stimulus bill. These funds are going to the Department of Community, Trade and Economic Development and will be passed o the State Patrol. (General Fund-Private/Local)
- 14. Consumer Loan Companies** - Funding is provided to implement Substitute House Bill 1621 (consumer loan companies) which requires the department to conduct additional background checks. (Fingerprint ID Account-State)
- 15. DIS Rate Reductions** - Funding is reduced to reflect a decrease in the Department of Information Services' (DIS) central service rates.
- 16. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
- 17. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Department of Licensing**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	268.4	3,785	49,777
2009-11 Maintenance Level	275.4	3,772	53,103
<b>Policy Non-Comp Changes:</b>			
1. Engineer & Surveyor Exam System	0.0	0	60
2. Firearms Workload Increase	2.0	260	260
3. Business Software Maintenance	0.0	9	103
4. Teak Surfing	0.0	-146	-146
5. Real Estate Fingerprinting	1.5	0	507
6. Professional Athletics Monitoring	0.0	-350	8
7. Fee Increases	0.0	0	1,359
8. Tattoo and Body Piercing	0.0	0	1,352
9. Landscape Architecture	0.0	0	222
10. Licensing Architects	0.0	0	289
11. License Requirements Reduction	0.0	-53	-53
12. Governor-Directed Freeze	0.0	-50	-50
13. Governor-Directed 1% Cut	0.0	-46	-46
Policy -- Non-Comp Total	3.5	-376	3,865
<b>Policy Comp Changes:</b>			
14. Employee Health Insurance	0.0	8	220
15. Actuarial Method Changes-State	0.0	-24	-603
Policy -- Comp Total	0.0	-16	-383
Total Policy Changes	3.5	-392	3,482
Total 2009-11 Biennium	278.9	3,380	56,585

*Comments:*

**1. Engineer & Surveyor Exam System** - Funding is provided for The Department of Licensing to create an online system for professional engineers, land surveyors, and on-site wastewater designers to take their examinations. These examinations are currently only available in paper form. (Professional Engineers' Account-State)

**2. Firearms Workload Increase** - Ongoing funding will provide for 2 additional FTEs to address the current backlog and future workload for data entry into the firearms database. Funding is expected to reduce backlog to a one-day turn around time.

**3. Business Software Maintenance** - Funding is provided for The Department of Licensing (DOL) to reprogram systems built on programming languages that have either become obsolete and/or are no longer supported by any vendors. (Highway Safety Fund-State, Motor Vehicle Fund-State, Various Other Funds)

**4. Teak Surfing** - Funding is removed for the teak surfing program. Teak surfing is the practice of hanging on to the stern of a moving motor boat in order to platform drag and body surf in the vessel's wake. The Department was required to produce a carbon monoxide warning sticker to be displayed by motor driven boats and vessels in the state.

**5. Real Estate Fingerprinting** - Funding is provided to implement legislation that would require all real estate professionals to submit their fingerprints to the Department of Licensing for a background check, effective July 1, 2010. (Real Estate Commission Account-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Department of Licensing**

**6. Professional Athletics Monitoring** - Funding is provided for Senate bill 6126 (boxing, martial arts, and wrestling events). The state general fund subsidy of regulation of boxing, wrestling, and extreme fighting events is removed. This bill authorizes the department to charge an increased fee, making this program self-supporting. The fees will be deposited into the Business and Professions Account, not the general fund. (General Fund - State and Business and Professions Account)

**7. Fee Increases** - The Department is authorized to increase fees for a variety of business and professional licenses. The increased fees will allow the Department to keep up with growing workloads and increasing costs. (Business and Professions Account, Cemetery Account, Funeral Directors and Embalmers Account, Real Estate Appraiser Commission Account)

**8. Tattoo and Body Piercing** - Additional expenditure authority is provided for activities related to regulated tattooing and body piercing, which becomes a licensed profession under Substitute Senate Bill 5391 (tattooing/body art and piercing). (Business and Professions Account)

**9. Landscape Architecture** - Substitute Senate Bill 5273 (landscape architecture) changes a registration program for Landscape Architects into a licensing program and authorizes additional fees. This gives the Department increased spending authority in the newly created Landscape Architects License Account to run this licensing program. (Landscape Architects Account - new)

**10. Licensing Architects** - Engrossed Substitute Senate Bill 5529 (architects) changes the licensing requirements for architect firms from corporation to business entity, which makes more businesses required to get a license. Additional fees will be collected and additional expenditures are authorized to support the increased workload related to increased licensing. (Architects' License Account)

**11. License Requirements Reduction** - Funding is reduced as a result of the elimination of the state general fund portion of the agency activity "Centralization of License Requirements for Businesses". This activity is connected to the Master License Service program, specifically related to the processing of business licenses amount of reduction is based on 2007-09 biennial amounts for this activity.

**12. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**13. Governor-Directed 1% Cut** - In October 2008, Governor Gregoire asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.

**14. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**15. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget****Public Schools**  
(Dollars in Thousands)

	<b>Proposed House Striker</b>		<b>Total</b>
	<b>FTEs</b>	<b>Near GF-S</b>	
2007-09 Estimated Expenditures	291.2	13,621,900	15,167,950
2009-11 Maintenance Level	291.2	15,130,400	16,680,492
<b>Policy Non-Comp Changes:</b>			
1. Title I Federal Recovery	0.0	0	129,925
2. Fed Recovery Title I School Improve	0.0	0	48,981
3. Federal Recovery Special Ed (IDEA)	0.0	0	221,357
4. Federal Recovery Ed Technology	0.0	0	8,278
5. Federal Recovery Food Equipment	0.0	0	1,588
6. Apportionment and Financial Systems	0.0	839	839
7. Reduce Levy Equalization	0.0	-60,292	-60,292
8. Reduce Student Achievement Program	0.0	-600,001	-600,001
9. Cispus	0.0	-62	-62
10. Staff Recognition Award	0.0	-84	-84
11. After School Math Prgs	0.0	-400	-400
12. Diagnostic Testing	0.0	-500	-500
13. Reading Diagnostic Assessments	0.0	-250	-250
14. Focused Assistance to Schools	0.0	-2,000	-2,000
15. Principal Assessment/Mentorships	0.0	-976	-976
16. Second Grade Reading Assessment	0.0	-140	-140
17. Administrative Reduction	0.0	-3,222	-3,222
18. Leadership Academy	0.0	-400	-400
19. Math/Science Standards Review	0.0	-1,030	-1,030
20. LASER	0.0	-5,000	-5,000
21. Bremerton Lighthouse Program	0.0	-130	-130
22. Robotics	0.0	-300	-300
23. Accountability Institutes	0.0	-1,000	-1,000
24. Paraprofessional Training	0.0	-1,096	-1,096
25. ELL Pilot Project	0.0	-1,368	-1,368
26. Administrator Internships	0.0	-350	-350
27. Pacific Science Center	0.0	-2,448	-2,448
28. 21st Century After School Programs	0.0	-3,000	-3,000
29. Math Helping Corps	0.0	-3,528	-3,528
30. Library Services	0.0	-8,000	-8,000
31. Washington Achievers Scholar	0.0	-500	-500
32. Alternate Routes	0.0	-1,716	-1,716
33. Building Bridges Grants	0.0	-3,650	-3,650
34. School Safety Plans	0.0	-1,600	-1,600
35. Anti-bias Training	0.0	-650	-650
36. Dyslexia Pilot Project	0.0	-298	-298
37. Non-violence Leadership Training	0.0	-442	-442
38. LEAP Bilingual Pilot	0.0	-150	-150
39. Civil Liberties Education	0.0	-292	-292
40. Legislative Youth Advisory Council	0.0	-228	-228
41. Youth Suicide Prevention	0.0	-60	-60
42. Classified Staff Training	0.0	-200	-200
43. WWII Oral History Project	0.0	-100	-100

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009-11 Omnibus Operating Budget****Public Schools**  
(Dollars in Thousands)

		<b>Proposed House Striker</b>		
		<b>FTEs</b>	<b>Near GF-S</b>	<b>Total</b>
44.	Compana Quetzal	0.0	-50	-50
45.	Mentoring Advanced Placement	0.0	-140	-140
46.	Financial Literacy	0.0	50	50
47.	Internet Safety	0.0	-80	-80
48.	Civics Education	0.0	-72	-72
49.	Incarcerated Family Programs	0.0	-62	-62
50.	College Bound Scholarship Coord.	0.0	-54	-54
51.	Discontinued Studies	0.0	-148	-148
52.	Professional Development Changes	0.0	-39,736	-39,736
53.	Segmented Math	0.0	-2,828	-2,828
54.	Fiscal Stabilization Grant	0.0	-376,579	0
55.	Four Day Week Pilot	0.0	-154	-154
56.	Choice Transportation	0.0	-10	-10
57.	Military Compact	0.0	89	89
58.	PESB/OSPI Reorganization	0.0	176	176
59.	Adjust K-4 Allocation	0.0	692	692
60.	Project Citizen	0.0	50	50
61.	Local Farms & Healthy Kids	0.0	-600	-600
62.	Ctr for Improv of Student Learning	0.0	-216	-216
63.	Halt K-3 Demonstration Projects	0.0	-2,062	-2,062
64.	Assessments and Curricula	0.0	70	70
65.	Student Achievement Gap	0.0	102	102
66.	Comprehensive Ed Data System	0.0	2,520	2,955
67.	Conditional Funding Natnl Bd Bonus	0.0	3,000	3,000
68.	State Education System	0.0	1,868	1,868
69.	Graduation without a Certificate	0.0	-1,072	-1,072
70.	Online Learning	0.0	1,400	1,400
71.	Math & Science Instructional Coach	0.0	-3,855	-3,855
72.	Natl Bd Prog at Current Bonus Level	0.0	-4,621	-4,621
73.	Career & Tech Ed for Middle School	0.0	1,458	1,458
74.	WASL Changes	0.0	-8,454	-8,454
Policy -- Non-Comp Total		0.0	-1,133,942	-346,799
<b>Policy Comp Changes:</b>				
75.	Employee Health Insurance	0.0	327	327
76.	Health Benefit Changes	0.0	44,188	44,208
77.	Remove Learning Improvement Days	0.0	-35,668	-35,684
78.	Adjust K-4 Allocation	0.0	65	65
79.	Pension Rate Adjustments	0.0	-339,435	-339,437
80.	Suspend Initiative 732 COLA	0.0	-352,616	-352,773
81.	Actuarial Method Changes-State	0.0	-1,357	-1,357
Policy -- Comp Total		0.0	-684,496	-684,651
Total Policy Changes		0.0	-1,818,438	-1,031,450
Total 2009-11 Biennium		291.2	13,311,962	15,649,042

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**OSPI & Statewide Programs**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	240.4	76,916	158,707
2009-11 Maintenance Level	240.4	74,347	156,851
<b>Policy Non-Comp Changes:</b>			
1. Federal Recovery Ed Technology	0.0	0	8,278
2. Apportionment and Financial Systems	0.0	839	839
3. Cispus	0.0	-62	-62
4. Staff Recognition Award	0.0	-84	-84
5. Administrative Reduction	0.0	-2,006	-2,006
6. Washington Achievers Scholar	0.0	-500	-500
7. Alternate Routes	0.0	-1,716	-1,716
8. Building Bridges Grants	0.0	-3,650	-3,650
9. School Safety Plans	0.0	-1,600	-1,600
10. Anti-bias Training	0.0	-650	-650
11. Dyslexia Pilot Project	0.0	-298	-298
12. Non-violence Leadership Training	0.0	-442	-442
13. LEAP Bilingual Pilot	0.0	-150	-150
14. Civil Liberties Education	0.0	-292	-292
15. Legislative Youth Advisory Council	0.0	-228	-228
16. Youth Suicide Prevention	0.0	-60	-60
17. Classified Staff Training	0.0	-200	-200
18. WWII Oral History Project	0.0	-100	-100
19. Compana Quetzal	0.0	-50	-50
20. Mentoring Advanced Placement	0.0	-140	-140
21. Financial Literacy	0.0	50	50
22. Internet Safety	0.0	-80	-80
23. Civics Education	0.0	-72	-72
24. Incarcerated Family Programs	0.0	-62	-62
25. College Bound Scholarship Coord.	0.0	-54	-54
26. Discontinued Studies	0.0	-148	-148
27. Military Compact	0.0	89	89
28. PESB/OSPI Reorganization	0.0	176	176
29. Project Citizen	0.0	50	50
30. Student Achievement Gap	0.0	102	102
31. Comprehensive Ed Data System	0.0	2,520	2,955
32. State Education System	0.0	1,868	1,868
33. Online Learning	0.0	1,400	1,400
Policy -- Non-Comp Total	0.0	-5,550	3,163
<b>Policy Comp Changes:</b>			
34. Employee Health Insurance	0.0	327	327
35. Actuarial Method Changes-State	0.0	-1,357	-1,357
Policy -- Comp Total	0.0	-1,030	-1,030
Total Policy Changes	0.0	-6,580	2,133

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**OSPI & Statewide Programs**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
Total 2009-11 Biennium	240.4	67,767	158,984

*Comments:*

- 1. Federal Recovery Ed Technology** - The American Recovery and Reinvestment Act (ARRA) of 2009 provides funds for education technology. This amount represents 95 percent of the estimated allocation to Washington state for distribution to school districts.
- 2. Apportionment and Financial Systems** - Funding is provided to complete the replacement of the school apportionment and financial software systems utilized by the Office of the Superintendent of Public Instruction for allocating school funding to school districts. This is the final year of a multi-year implementation process.
- 3. Cispus** - Funding for the Cispus Environmental Learning Center is discontinued. The Center provides facilities for outdoor environmental and science education for elementary school students.
- 4. Staff Recognition Award** - Funding for recognition awards for classified staff working in Washington schools is discontinued.
- 5. Administrative Reduction** - Savings are realized from administrative reductions at the Office of the Superintendent of Public Instruction.
- 6. Washington Achievers Scholar** - Funding for the Washington Achiever Scholars program is reduced by 25 percent. The program provides mentorship to low-income high school students through the high school to college transition in cooperation with the College Success Foundation.
- 7. Alternate Routes** - Funding for alternate route programs for prospective teachers is reduced by approximately 20 percent. The program is administered by the Professional Educator Standards Board and is designed to recruit teachers in shortage areas.
- 8. Building Bridges Grants** - Funding for the Building Bridges program is reduced by approximately 75 percent. The program awards grants to local school-community partnerships to address drop-out prevention, intervention, and retrieval issues.
- 9. School Safety Plans** - Funding for school safety planning is eliminated. The funding supported planning grants to districts to develop comprehensive school safety plans and conduct safety drills.
- 10. Anti-bias Training** - Funding for anti-bias training and cultural competency training programs is eliminated. The program has funded pilot programs in Federal Way, Renton, Nooksak Valley, and Burlington Edison.
- 11. Dyslexia Pilot Project** - Funding for a dyslexia pilot program is reduced by approximately 50 percent. The pilot programs provide professional development on best practices regarding reading achievement for dyslexic students. Remaining funds will be used to implement the findings from the pilots.
- 12. Non-violence Leadership Training** - Funding for the Institute for Community Leadership to do nonviolence training in Washington schools is reduced by approximately 80 percent. The program provides anti-violence workshops and trainings in school districts.
- 13. LEAP Bilingual Pilot** - Funding for the LEAP Bilingual Pilot program is reduced by 50 percent. The program helps recruit bilingual high school students to the teaching profession.
- 14. Civil Liberties Education** - Funding for a civil liberties education program is discontinued. The program creates educational materials, videos, and curriculum guides building awareness of World War II and Japanese internment issues.
- 15. Legislative Youth Advisory Council** - Funding for the Legislative Youth Advisory Council is discontinued. The program facilitates youth involvement in the legislative process.
- 16. Youth Suicide Prevention** - Funding for youth suicide prevention programs is reduced by approximately 30 percent. The program creates curriculum and tools to raise awareness concerning the causes of youth suicide.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**OSPI & Statewide Programs**

**17. Classified Staff Training** - Funding for training programs at the Office of the Superintendent of Public Instruction summer institutes focused on classified staff serving in instructional aid positions is discontinued.

**18. WWII Oral History Project** - Funding for the World War II oral history project coordinated by Office of the Superintendent of Public Instruction and the WWII memorial education foundation is reduced by approximately 67 percent. The remaining funding amount is \$50,000 for the 2009-11 biennium. The primary outcome of the project is a series of documentaries about the impact of World War II on the daily lives of Americans.

**19. Compana Quetzal** - Funding for Compana Quetzal is reduced by 33 percent. The remaining funding amount is \$100,000 for the 2009-11 biennium. Compana Quetzal is a Seattle-based community-based organization providing a variety of support programs focused on the Latino/a community, including early childhood programs, secondary to post-secondary transition guidance, and parent leadership.

**20. Mentoring Advanced Placement** - Funding for mentoring advanced placement programs in southwest Washington is discontinued. The program identifies individuals in industry to mentor minority students in and through advance placement programs in their high schools, with an emphasis on AP math and science classes.

**21. Financial Literacy** - Funding is provided to implement Substitute House Bill 1347 (financial education). The funding will support the work of the Financial Education Public-Private Partnership supporting financial education instruction in public schools.

**22. Internet Safety** - Funding supporting the development of pamphlets on Internet safety to be distributed through schools is discontinued.

**23. Civics Education** - Funding supporting civics education is discontinued. The funding supported grants to assist districts in curriculum alignment, and lesson planning.

**24. Incarcerated Family Programs** - Funding for the Children of Incarcerated Parents program is discontinued. The program facilitates contact time between incarcerated parents and their children.

**25. College Bound Scholarship Coord.** - Funding for the Office of the Superintendent of Public Instruction to generate flyers and other promotional materials for the College Bound Scholarship program is discontinued.

**26. Discontinued Studies** - Funding for a study of labor market supply for math and science teachers by the Professional Educator Standards Board is discontinued. Additionally, \$6,000 in funding for administrative activities by Office of the Superintendent of Public Instruction associated with the implementation of Chapter 265, Laws of 2007 (ESSB 5297 - regarding providing medically and scientifically accurate sexual health education in schools) is discontinued.

**27. Military Compact** - Funding is provided to implement House Bill 1075 (military children). The funding primarily supports the per-student fee that member states pay to the military compact.

**28. PESB/OSPI Reorganization** - Funding is provided to implement Substitute House Bill 2003 (professional educator standards board). The fiscal impact has two components: 1) projected savings are based on cost reductions associated with reducing the membership of the Professional Educator Standards Board from 20 members to 12 members (-\$44,000), and 2) a cost of \$220,000 to support the work of the Professional Educator Standards Board in assuming new responsibilities for educator certification. The net cost is \$176,000 for 2009-11.

**29. Project Citizen** - Funding is provided for Project Citizen, a program sponsored by the National Conference of State Legislatures and the Center for Civic Education to promote participation in government by middle school students.

**30. Student Achievement Gap** - Funding is provided for the implementation of 2SSB5973, creating the Achievement Gap Oversight and Accountability Committee, which will synthesize findings from a series of achievement gap studies conducted during the 2007-09 biennium into an implementation plan.

**31. Comprehensive Ed Data System** - Funding is provided for the improvement of data systems capacity and data coordination at the Office of the Superintendent of Public Instruction.

**32. State Education System** - Funding is provided for further development of options for alternative school finance formulae.

**33. Online Learning** - Funding is provided for the implementation of SSB 5410, regarding online learning.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**OSPI & Statewide Programs**

**34. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**35. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**General Apportionment**  
 (Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	0.0	9,265,714	9,265,714
2009-11 Maintenance Level	0.0	10,458,266	10,458,266
<b>Policy Non-Comp Changes:</b>			
1. Adjust K-4 Allocation	<u>0.0</u>	<u>692</u>	<u>692</u>
Policy -- Non-Comp Total	0.0	692	692
<b>Policy Comp Changes:</b>			
2. Pension Rate Adjustments	<u>0.0</u>	<u>-272,198</u>	<u>-272,198</u>
Policy -- Comp Total	0.0	-272,198	-272,198
Total Policy Changes	0.0	-271,506	-271,506
Total 2009-11 Biennium	0.0	10,186,760	10,186,760

*Comments:*

**1. Adjust K-4 Allocation** - Funding is provided to remove certain conditions on certificated instructional staff allocations for kindergarten through grade 4. Under current requirements, districts must staff up to 53.2 certificated instructional staff per 1,000 students in grades K-4 to keep the full certificated instructional staff allocation. This requirement is eliminated for the majority of school districts (districts with fewer than 25 percent of their student enrolled in online learning programs) and the funding level reflects the estimated biennial amount retained by the state currently due to this requirement.

**2. Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**Pupil Transportation**  
 (Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	0.0	574,919	574,919
2009-11 Maintenance Level	0.0	620,936	620,936
<b>Policy Non-Comp Changes:</b>			
1. Four Day Week Pilot	0.0	-154	-154
2. Choice Transportation	0.0	-10	-10
Policy -- Non-Comp Total	0.0	-164	-164
<b>Policy Comp Changes:</b>			
3. Pension Rate Adjustments	0.0	-6,345	-6,345
Policy -- Comp Total	0.0	-6,345	-6,345
Total Policy Changes	0.0	-6,509	-6,509
Total 2009-11 Biennium	0.0	614,427	614,427

*Comments:*

**1. Four Day Week Pilot** - Funding is provided to implement Substitute House Bill 1292 (180-day school year waiver). The amount reflects the projected savings to the state resulting from a five school district pilot of a four-day school week calendar. Savings are anticipated primarily in transportation and food service formula allocations.

**2. Choice Transportation** - Funding for the Choice transportation program is removed. This program provided transportation services to low-income students who transfer to "choice" programs solely for educational reasons, and has been under utilized in recent years.

**3. Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**School Food Services**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	0.0	6,318	431,728
2009-11 Maintenance Level	0.0	6,318	431,730
<b>Policy Non-Comp Changes:</b>			
1. Federal Recovery Food Equipment	<u>0.0</u>	<u>0</u>	<u>1,588</u>
Policy -- Non-Comp Total	0.0	0	1,588
Total Policy Changes	0.0	0	1,588
Total 2009-11 Biennium	0.0	6,318	433,318

*Comments:*

**1. Federal Recovery Food Equipment** - Federal funds under the American Recovery and Reinvestment Act (ARRA) of 2009 are provided for equipment assistance to school food authorities (SFAs) participating in the National School Lunch Program (NSLP). Local SFAs may apply to the office of the superintendent of public instruction to receive grants in accordance with provisions of the ARRA. As stipulated in the ARRA, priority will be given to SFAs for equipment for schools in which at least 50 percent of the students are eligible for free or reduced-priced meals.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**Special Education**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	1.5	1,139,955	1,575,647
2009-11 Maintenance Level	1.5	1,326,955	1,761,650
<b>Policy Non-Comp Changes:</b>			
1. Federal Recovery Special Ed (IDEA)	<u>0.0</u>	<u>0</u>	<u>221,357</u>
Policy -- Non-Comp Total	0.0	0	221,357
<b>Policy Comp Changes:</b>			
2. Pension Rate Adjustments	<u>0.0</u>	<u>-32,852</u>	<u>-32,852</u>
Policy -- Comp Total	0.0	-32,852	-32,852
Total Policy Changes	0.0	-32,852	188,505
Total 2009-11 Biennium	<u>1.5</u>	<u>1,294,103</u>	<u>1,950,155</u>

*Comments:*

**1. Federal Recovery Special Ed (IDEA)** - Federal funds under the American Recovery and Reinvestment Act (ARRA) of 2009 are provided from the Individuals with Disabilities Education Act (IDEA), Part B. These recovery funds will be distributed to school districts in each fiscal year, by formula, in accordance with guidelines of ARRA.

**2. Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**Educational Service Districts**  
 (Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	0.0	16,049	16,049
2009-11 Maintenance Level	0.0	18,433	18,433
<b>Policy Non-Comp Changes:</b>			
1. Administrative Reduction	0.0	-1,216	-1,216
Policy -- Non-Comp Total	0.0	-1,216	-1,216
<b>Policy Comp Changes:</b>			
2. Pension Rate Adjustments	0.0	-428	-428
Policy -- Comp Total	0.0	-428	-428
Total Policy Changes	0.0	-1,644	-1,644
Total 2009-11 Biennium	0.0	16,789	16,789

*Comments:*

- 1. Administrative Reduction** - Savings are realized from administrative reductions in the educational service districts.
- 2. Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**Levy Equalization**  
 (Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	0.0	423,655	423,655
2009-11 Maintenance Level	0.0	489,494	489,494
<b>Policy Non-Comp Changes:</b>			
1. Reduce Levy Equalization	0.0	-60,292	-60,292
2. Fiscal Stabilization Grant	0.0	-176,284	0
Policy -- Non-Comp Total	0.0	-236,576	-60,292
Total Policy Changes	0.0	-236,576	-60,292
Total 2009-11 Biennium	0.0	252,918	429,202

*Comments:*

**2. Fiscal Stabilization Grant** - Federal American Recovery and Reinvestment Act (ARRA) funding is used to offset General Fund-State costs.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**Elementary/Secondary School Improv**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	0.0	0	43,450
2009-11 Maintenance Level	0.0	0	43,450
<b>Total 2009-11 Biennium</b>	<b>0.0</b>	<b>0</b>	<b>43,450</b>

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**Institutional Education**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	0.0	38,869	38,869
2009-11 Maintenance Level	0.0	37,964	37,964
<b>Policy Comp Changes:</b>			
1. Pension Rate Adjustments	<u>0.0</u>	<u>-1,029</u>	<u>-1,029</u>
Policy -- Comp Total	0.0	-1,029	-1,029
Total Policy Changes	0.0	-1,029	-1,029
Total 2009-11 Biennium	<u>0.0</u>	<u>36,935</u>	<u>36,935</u>

*Comments:*

**1. Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**Ed of Highly Capable Students**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	0.0	17,171	17,171
2009-11 Maintenance Level	0.0	19,372	19,372
<b>Policy Comp Changes:</b>			
1. Pension Rate Adjustments	0.0	-505	-505
Policy -- Comp Total	0.0	-505	-505
Total Policy Changes	0.0	-505	-505
Total 2009-11 Biennium	0.0	18,867	18,867

*Comments:*

**1. Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**Student Achievement Program**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	0.0	868,339	868,339
2009-11 Maintenance Level	0.0	904,397	904,397
<b>Policy Non-Comp Changes:</b>			
1. Reduce Student Achievement Program	0.0	-600,001	-600,001
2. Fiscal Stabilization Grant	0.0	-200,295	0
Policy -- Non-Comp Total	0.0	-800,296	-600,001
Total Policy Changes	0.0	-800,296	-600,001
Total 2009-11 Biennium	0.0	104,101	304,396

*Comments:*

**1. Reduce Student Achievement Program** - Funding for the Student Achievement Program is reduced. Funding levels reflect per student allocations of \$131 per student in the 2009-10 school year, and \$99 per student in the 2010-11 school year. Funding levels also reflect \$8 million in deferred Student Achievement Program payments from the 2009 supplemental budget.

**2. Fiscal Stabilization Grant** - Funding is provided from the federal fiscal stabilization fund to support the Student Achievement Program. The funding is made available through the American Recovery and Reinvestment Act of 2009.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**Education Reform**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	49.3	276,477	430,006
2009-11 Maintenance Level	49.3	386,189	539,777
<b>Policy Non-Comp Changes:</b>			
1. After School Math Prgs	0.0	-400	-400
2. Diagnostic Testing	0.0	-500	-500
3. Reading Diagnostic Assessments	0.0	-250	-250
4. Focused Assistance to Schools	0.0	-2,000	-2,000
5. Principal Assessment/Mentorships	0.0	-976	-976
6. Second Grade Reading Assessment	0.0	-140	-140
7. Leadership Academy	0.0	-400	-400
8. Math/Science Standards Review	0.0	-1,030	-1,030
9. LASER	0.0	-5,000	-5,000
10. Bremerton Lighthouse Program	0.0	-130	-130
11. Robotics	0.0	-300	-300
12. Accountability Institutes	0.0	-1,000	-1,000
13. Paraprofessional Training	0.0	-1,096	-1,096
14. ELL Pilot Project	0.0	-1,368	-1,368
15. Administrator Internships	0.0	-350	-350
16. Pacific Science Center	0.0	-2,448	-2,448
17. 21st Century After School Programs	0.0	-3,000	-3,000
18. Math Helping Corps	0.0	-3,528	-3,528
19. Library Services	0.0	-8,000	-8,000
20. Professional Development Changes	0.0	-39,736	-39,736
21. Segmented Math	0.0	-2,828	-2,828
22. Local Farms & Healthy Kids	0.0	-600	-600
23. Ctr for Improv of Student Learning	0.0	-216	-216
24. Halt K-3 Demonstration Projects	0.0	-2,062	-2,062
25. Assessments and Curricula	0.0	70	70
26. Conditional Funding Natnl Bd Bonus	0.0	3,000	3,000
27. Graduation without a Certificate	0.0	-1,072	-1,072
28. Math & Science Instructional Coach	0.0	-3,855	-3,855
29. Natl Bd Prog at Current Bonus Level	0.0	-4,621	-4,621
30. Career & Tech Ed for Middle School	0.0	1,458	1,458
31. WASL Changes	0.0	-8,454	-8,454
Policy -- Non-Comp Total	0.0	-90,832	-90,832
<b>Policy Comp Changes:</b>			
32. Suspend Initiative 732 COLA	0.0	-2,552	-2,552
Policy -- Comp Total	0.0	-2,552	-2,552
Total Policy Changes	0.0	-93,384	-93,384
Total 2009-11 Biennium	49.3	292,805	446,393

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**Education Reform**

*Comments:*

- 1. After School Math Prgs** - Funding for grants to support math instruction in after school programs is discontinued. Currently, five community-based organizations receive grants for after school programs in the King County area (Education Legacy Trust Account-State).
- 2. Diagnostic Testing** - Funding for allocations to districts to support diagnostic assessment tools is reduced by \$500,000.
- 3. Reading Diagnostic Assessments** - Funding for the development of reading models and identification of aligned diagnostic assessment tools is discontinued.
- 4. Focused Assistance to Schools** - State funding for the focused assistance program is reduced by 25 percent. The focused assistance program provides technical assistance to schools and school districts struggling to meet adequate yearly progress benchmarks established by the federal government.
- 5. Principal Assessment/Mentorships** - Funding for the Principal Support Program is discontinued. The program provides assistance, assessment, and mentoring to principals in their first three years of service.
- 6. Second Grade Reading Assessment** - Funding for second grade reading assessments is discontinued. The funding supports training for teachers in administering a second grade oral reading assessment designed to gauge early literacy levels.
- 7. Leadership Academy** - Funding for the Washington Leadership Academy is reduced by 20 percent. The remaining funding is \$1.6 million for the 2009-11 biennium. The Academy supports professional development and training for school administrators.
- 8. Math/Science Standards Review** - Funding for math and science standards review is discontinued. The funding supported the Office of the Superintendent of Public Instruction's process for evaluating mathematics, science, and reading instructional materials for degree of alignment with state standards.
- 9. LASER** - Funding for the LASER program (Leadership & Assistance for Science Education Reform) supported by the Pacific Science Center is reduced. The LASER program is a statewide project to implement hands-on science curriculum through 10 regional school district alliances.
- 10. Bremerton Lighthouse Program** - Funding for the Bremerton Lighthouse Program is eliminated. Funding supported technical assistance activities of the Bremerton School District in supporting other school districts implementing new full-day kindergarten programs.
- 11. Robotics** - Funding for the FIRST Robotics program is discontinued. The program funds robotics programs and competitions in high schools throughout the state. Proviso language is added to the education reform budget making these programs an allowable use of funding provided for chapter 170, Laws of 2008, relating to secondary career and technical education grants.
- 12. Accountability Institutes** - Funding for summer accountability institutes is discontinued. The funding supported conference-style professional development retreats and seminars covering a broad range of issues such as curriculum planning, assessment issues, and research.
- 13. Paraprofessional Training** - Funding for paraprofessionals training programs is eliminated. The funding supported regional coordination of instructional aid training opportunities in each region, include in-service training, conferences, and on-line training.
- 14. ELL Pilot Project** - Funding for an english language learner pilot project is discontinued. The funding supported the participation of select districts in piloting curriculum and professional development models in collaboration with a college, university, or other technical assistance provider.
- 15. Administrator Internships** - Funding for administrator internships is reduced by 25 percent. The funding supported the Washington State Educational Leadership Intern Program, which provided partial release time for district employees to participate programs designed to mentor future school administrators.
- 16. Pacific Science Center** - Funding for educational programs at the Pacific Science Center is discontinued. Funding for the LASER program at the Pacific Science Center remains at a reduced amount, and is described in a separate item.
- 17. 21st Century After School Programs** - Funding for the 21st Century After School Program is discontinued. The funding supported programs supplementing standard instruction with extended day and extended year instructional activities.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**Education Reform**

**18. Math Helping Corps** - Funding for the Math Helping Corps is discontinued. The funding supported the work of teams of coaches providing technical assistance to schools struggling in math.

**19. Library Services** - Funding for the school library services allocation is discontinued. The allocation supported per student allocations to school districts for library-related materials and expenses.

**20. Professional Development Changes** - Funding for professional development in the areas of math and science is discontinued. Funding supported additional learning improvement days for middle and high school math and science teachers to receive professional development on new math and science curriculum standards and best practices. The remaining amount in the budget for this item reflects the remaining costs for the last two months of the 2008-09 school year (July and August), which fall in FY 2010 (Education Legacy Trust Account-State).

**21. Segmented Math** - Funding for a segmented math assessment tool is discontinued. The assessment tool separated math content areas into individual tests so that not all areas were tested in one sitting.

**22. Local Farms & Healthy Kids** - Funding for the Washington Grown Fresh Fruits and Vegetables program at OSPI is reduced by 50 percent. The program provided funding to schools to purchase Washington-grown fresh and fresh-frozen fruits and vegetables to offer to children as snacks.

**23. Ctr for Improv of Student Learning** - Funding for the Center for Improving Student Learning is reduced.

**24. Halt K-3 Demonstration Projects** - Funding is eliminated for three schools to serve as demonstration projects for a variety of reform initiatives, including full-day kindergarten and class-size ratio of 18:1 from kindergarten through third grade.

**25. Assessments and Curricula** - Funding is provided for ESSB 5414, which implements certain recommendations of the WASL work group.

**26. Conditional Funding Natnl Bd Bonus** - Funding is provided to advance a portion of the financial bonus available to National Board for Professional Teaching Standards (NBPTS) certified teachers. The purpose of this advance is to defray some of the up front costs associated with undertaking the NBPTS application process. The advance is repayed upon receipt of the first bonus.

**27. Graduation without a Certificate** - A savings is assumed from the implementation of HB 1562, which removes the requirement that high school students must continue to take the mathematics Washington Assessment of Student Learning, or another appropriate assessment, each year in order to graduate without a Certificate of Academic Achievement.

**28. Math & Science Instructional Coach** - Funding for the math and science instructional coach program is reduced by 50 percent.

**29. Natl Bd Prog at Current Bonus Level** - The National Board bonus amounts allocated to districts are adjusted to reflect lower pension costs, and do not reflect a inflationary increase for the 2009-11 biennium.

**30. Career & Tech Ed for Middle School** - Funding is provided to support career and technical education programs in middle schools, as described in 2SSB 5676.

**31. WASL Changes** - Funding for the assessment system is reduced to reflect projected savings from reducing the length of the tests, including reducing the number of open-ended response items, and make other changes described in ESSB 5414.

**32. Suspend Initiative 732 COLA** - Initiative 732 salary increases are suspended for the 2009-11 biennium, therefore, programs that receive inflationary increases linked to the Initiative 732 salary adjustments will not receive those adjustments in the 2009-11 biennium (General Fund-State, Education Legacy Trust Account-State).

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**Transitional Bilingual Instruction**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	0.0	135,155	180,398
2009-11 Maintenance Level	0.0	164,174	209,437
<b>Policy Comp Changes:</b>			
1. Pension Rate Adjustments	<u>0.0</u>	<u>-5,243</u>	<u>-5,243</u>
Policy -- Comp Total	0.0	-5,243	-5,243
Total Policy Changes	0.0	-5,243	-5,243
Total 2009-11 Biennium	<u>0.0</u>	<u>158,931</u>	<u>204,194</u>

*Comments:*

**1. Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**Learning Assistance Program (LAP)**  
 (Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	0.0	198,988	559,648
2009-11 Maintenance Level	0.0	258,443	623,462
<b>Policy Non-Comp Changes:</b>			
1. Title I Federal Recovery	0.0	0	129,925
2. Fed Recovery Title I School Improve	0.0	0	48,981
Policy -- Non-Comp Total	0.0	0	178,906
<b>Policy Comp Changes:</b>			
3. Pension Rate Adjustments	0.0	-7,159	-7,159
Policy -- Comp Total	0.0	-7,159	-7,159
Total Policy Changes	0.0	-7,159	171,747
Total 2009-11 Biennium	0.0	251,284	795,209

*Comments:*

**1. Title I Federal Recovery** - American recovery and reinvestment act of 2009 (ARRA) Title I, Improving the Academic Achievement of the Disadvantaged, Part A funds will be distributed to school districts by formula in accordance with ARRA requirements.

**2. Fed Recovery Title I School Improve** - Under the American recovery and reinvestment act of 2009 (ARRA), Washington state will receive funding for school improvement. The total is made up of a required 4 percent set-aside from the Title I, Part A recovery funds for school improvement, as well as \$43.6 million in additional school improvement funds. A minimum of \$8.1 million of the ARRA school improvement funds will be used to enhance the state's focused assistance program.

**3. Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Public Schools**  
**Compensation Adjustments**  
 (Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	0.0	566,508	566,783
2009-11 Maintenance Level	0.0	365,112	365,273
<b>Policy Comp Changes:</b>			
1. Health Benefit Changes	0.0	44,188	44,208
2. Remove Learning Improvement Days	0.0	-35,668	-35,684
3. Adjust K-4 Allocation	0.0	65	65
4. Pension Rate Adjustments	0.0	-13,676	-13,678
5. Suspend Initiative 732 COLA	0.0	-350,064	-350,221
Policy -- Comp Total	0.0	-355,155	-355,310
Total Policy Changes	0.0	-355,155	-355,310
Total 2009-11 Biennium	0.0	9,957	9,963

*Comments:*

- 1. Health Benefit Changes** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
- 2. Remove Learning Improvement Days** - Funding for two learning improvement days allocated through the general apportionment formulas is discontinued. The funding level reflects a 1.1 percent reduction in salary levels on the state salary guide for certificated instructional staff.
- 3. Adjust K-4 Allocation** - Funding is provided for compensation adjustments for the increased number of certificated instructional staff units associated with removing certain conditions on K-4 certificated instructional staff allocations.
- 4. Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)
- 5. Suspend Initiative 732 COLA** - Costs associated with the implementation of Initiative 732 are shown at maintenance-level; however, these annual cost-of-living adjustments are suspended for the 2009-11 Biennium and therefore eliminated at policy level. The reduction amount differs at policy level because the COLA rates interact with other policies implemented in the final budget (General Fund-State, General Fund-Federal).

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Higher Education Coordinating Board**  
(Dollars in Thousands)

	<b>Proposed House Striker</b>		<b>Total</b>
	<b>FTEs</b>	<b>Near GF-S</b>	
2007-09 Estimated Expenditures	105.8	474,167	517,201
2009-11 Maintenance Level	107.9	487,405	535,048
<b>Policy Non-Comp Changes:</b>			
1. Budget Reduction	-7.7	-2,381	-2,381
2. Passport to College Reduction	0.0	-800	-800
3. Promote Rural Health Care	0.0	800	800
4. Adjust WA Scholars Awards	0.0	-668	-668
5. Maintain Current Fin Aid Policy	0.0	82,193	82,193
6. Limit SNG Levels at Private Schools	0.0	-1,755	-1,755
7. Limit SWS Subsidy Increases	0.0	-3,344	-3,344
8. Adjust SNG Award Amounts	0.0	-9,654	-9,654
9. Suspend College Bound Pre-Payments	0.0	-7,400	-7,400
10. Suspend Washington Center Awards	0.0	-120	-120
11. Adjust Need Grant for Extra Pell	0.0	-9,614	-9,614
12. Branding Financial Aid and SWS	0.5	211	211
13. Technology Transformation	0.0	238	238
Policy -- Non-Comp Total	-7.2	47,706	47,706
<b>Policy Comp Changes:</b>			
14. Employee Health Insurance	0.0	60	87
15. Actuarial Method Changes-State	0.0	-252	-352
Policy -- Comp Total	0.0	-192	-265
Total Policy Changes	-7.2	47,514	47,441
Total 2009-11 Biennium	100.7	534,919	582,489

*Comments:*

**1. Budget Reduction** - Funding is reduced for the Higher Education Coordinating Board's policy and coordination functions. The HEC Board has discretion to manage reductions internally.

**2. Passport to College Reduction** - The Passport to College Promise is a new program that provides grants, counseling, and other support services to former foster care recipients who enroll in a Washington college or university. Because not as many young people as originally budgeted are entering college, this item adjusts funding to correspond to actual estimated expenditures. (Education Legacy Trust Account)

**3. Promote Rural Health Care** - Funding is provided for Higher Education Coordinating Board to contract with the Pacific Northwest University of Health Sciences to provide training and education of health care professionals to promote osteopathic physicians services in rural and underserved areas of the state.

**4. Adjust WA Scholars Awards** - This item reduces the amount of Washington Scholars awards from 100 percent of tuition and fees to 90 percent of tuition and fees.

**5. Maintain Current Fin Aid Policy** - This item represents the cost of increasing financial aid awards under the State Need Grant, the State Work Study, the Washington Scholars and the Washington Award for Vocational Excellence (WAVE) programs in order to offset the cost to recipients of the resident undergraduate tuition increases authorized in the proposed 2009-11 budget.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Higher Education Coordinating Board

**6. Limit SNG Levels at Private Schools** - Approximately 7,200 Washington residents receive a State Need Grant (SNG) to help offset the cost of attendance at a private baccalaureate college or university in the state. Because of the higher tuition and fees charged by private colleges, the maximum grant award for these students is presently about 4 percent greater than the maximum available for students studying at a public college or university. Under this policy change, maximum grant awards at private colleges and universities will be the same as the student would receive if attending a public research university.

**7. Limit SWS Subsidy Increases** - State subsidies for the state work-study (SWS) program are adjusted so that wages will average approximately \$3,100 per student per year during the 2009-11 biennium, compared to \$2,900 per student in 2008-09. If state subsidies were instead increased commensurate with projected increases in tuition and other costs of attendance, subsidized wages would instead average approximately \$3,300 per student in 2009-11. This state reduction will be offset by a projected \$3.3 million increase in federal work-study funding for Washington colleges and universities under the recently-enacted American Recovery and Reinvestment Act.

**8. Adjust SNG Award Amounts** - This item represents a change to the maximum amount of State Need Grant award available to students in different income groups. Students with incomes of 50 percent or below the state median family income continue to receive 100 percent of the State Need Grant award. Students with incomes between 51-55 percent of the state median family income will receive 70 percent of the maximum State Need Grant (instead of 75 percent). Students with incomes between 56-60 percent of the state median family income will receive 65 percent of the maximum State Need Grant (instead of 75 percent). Students with incomes between 61-65 percent of the state median family income will receive 60 percent of the maximum State Need Grant (instead of 75 percent). Finally, students with incomes between 66-70 percent of the state median family income will continue to receive 50 percent of the maximum State Need Grant.

**9. Suspend College Bound Pre-Payments** - Beginning in academic year 2012-13, the Washington College Bound program will provide four-year, full tuition and fee scholarships for lower-income students who enroll in the program during the seventh or eighth grade, graduate high school with at least a "C" average and no felony convictions, and enroll at a Washington public college or university. During the 2007-09 biennium, the state invested \$7.4 million toward meeting this future scholarship obligation. In light of the current economic downturn, similar pre-payments will not be made in 2009-11. As guaranteed by chapter 28B.118, the state's College Bound Scholarship commitment will be fulfilled, and is not dependent upon nor diminished by this action. (Education Legacy Trust Account -State)

**11. Adjust Need Grant for Extra Pell** - Under recently-enacted federal fiscal stimulus legislation, federal Pell Grants are expected to increase by more than the cost of attending college. This item reduces the State Need Grant award levels by an average of 2 percent to account for the extra federal increase. Approximately 82 percent of State Need Grant recipients also receive a maximum Pell Grant award.

**12. Branding Financial Aid and SWS** - Funding is provided to implement the financial aid rebranding and state work study (SWS) program requirements of Engrossed Second Substitute House Bill 2021 (revitalizing student financial aid). Funding is provided to implement rebranding of financial aid to "Opportunity Pathways"; to manage aspects of the SWS off-campus high-demand project sub-program; and to support four-year institutions in rebranding efforts.

**13. Technology Transformation** - Funding is provided to implement Second Substitute House Bill 1946 (higher education online technology). Funding is provided for the HEC Board to convene a higher education workgroup to improve the use of technology in education.

**14. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**15. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**University of Washington**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	19,943.4	792,417	4,077,377
2009-11 Maintenance Level	19,991.3	834,370	4,374,699
<b>Policy Non-Comp Changes:</b>			
1. Academic & Institutional Support	-161.0	-43,500	-43,500
2. Other Non-Instructional Reductions	-132.0	-31,723	-31,723
3. Student Services and Instruction	-476.0	-114,226	-114,226
4. Tuition Increase	132.0	0	89,676
5. Fiscal Stabilization Grant	0.0	-24,730	0
6. Ruckelshaus Nurse Staffing	0.0	150	150
7. Geoduck Research Account	0.0	0	365
8. CINTRAFOR	0.0	102	102
Policy -- Non-Comp Total	-637.0	-213,927	-99,156
<b>Policy Comp Changes:</b>			
9. Employee Health Insurance	0.0	5,437	24,939
10. Actuarial Method Changes-State	0.0	-4,790	-22,105
Policy -- Comp Total	0.0	647	2,834
Total Policy Changes	-637.0	-213,280	-96,322
Total 2009-11 Biennium	19,354.3	621,090	4,278,377

*Comments:*

**1. Academic & Institutional Support** - In order to prioritize as much state and tuition funding for direct instructional and student services as possible, the university is likely to reduce expenditures on institutional and academic administration by approximately 12 percent.

**2. Other Non-Instructional Reductions** - In order to prioritize as much state and tuition funding for direct instructional and student services as possible, the university is likely to reduce expenditures on other non-instructional services. Major activities in this category include libraries; facility and grounds maintenance; utilities; and public service activities.

**3. Student Services and Instruction** - Funding for the university's core academic services is reduced which impacts direct instructional and student services. As a result, up to 2,600 fewer students may have access to full-time enrollment opportunities in 2009-11 than are actually enrolled this year.

**4. Tuition Increase** - The University of Washington is authorized to raise resident undergraduate tuition by 14 percent per year.

**5. Fiscal Stabilization Grant** - Federal fiscal stabilization funds are used to avoid the higher tuition increases and the additional reductions in state-supported enrollment that would otherwise be necessary due to the state's serious budget situation.

**6. Ruckelshaus Nurse Staffing** - Funding is provided for the William D. Ruckelshaus center for facilitation, support and analysis to support the Nurse Staffing Steering Committee in its work to apply best practices related to patient safety.

**7. Geoduck Research Account** - The University of Washington is authorized to spend funds in the Geoduck Research Account.

**8. CINTRAFOR** - Funding is provided for the Center for International Trade in Forest Products (CINTRAFOR) in the University of Washington College of Forest Products.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009-11 Omnibus Operating Budget**  
**University of Washington**

**9. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**10. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Washington State University**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	6,309.6	503,371	1,180,752
2009-11 Maintenance Level	6,318.0	521,820	1,239,791
<b>Policy Non-Comp Changes:</b>			
1. Academic & Institutional Support	-91.0	-16,813	-16,813
2. Other Non-Instructional Reductions	-222.0	-48,435	-48,435
3. Student Services and Instruction	-143.0	-31,314	-31,314
4. Tuition Increase	94.0	0	42,405
5. Fiscal Stabilization Grant	0.0	-15,772	0
6. New Facilities Maintenance	0.0	28	28
Policy -- Non-Comp Total	-362.0	-112,306	-54,129
<b>Policy Comp Changes:</b>			
7. Employee Health Insurance	0.0	3,256	4,430
8. Actuarial Method Changes-State	0.0	-3,333	-4,486
Policy -- Comp Total	0.0	-77	-56
Total Policy Changes	-362.0	-112,383	-54,185
Total 2009-11 Biennium	5,956.0	409,437	1,185,606

*Comments:*

**1. Academic & Institutional Support** - In order to prioritize as much state and tuition funding for direct instructional and student services as possible, the university is likely to reduce expenditures on institutional and academic administration by approximately 12 percent.

**2. Other Non-Instructional Reductions** - In order to prioritize as much state and tuition funding for direct instructional and student services as possible, the university is likely to reduce expenditures on other non-instructional services. Major activities likely to experience reductions include libraries; facility and grounds maintenance; and state-sponsored agricultural research.

**3. Student Services and Instruction** - Funding for the university's core academic services is reduced which impacts direct instructional and student services. As a result, fewer students may have access to full-time enrollment opportunities in 2009-11 than are actually enrolled this year.

**4. Tuition Increase** - Washington State University (WSU) is authorized to raise resident undergraduate tuition by 14 percent per year.

**5. Fiscal Stabilization Grant** - Federal fiscal stabilization funds are used to avoid the higher tuition increases and the additional reductions in state-supported enrollment that would otherwise be necessary due to the state's serious budget situation.

**6. New Facilities Maintenance** - Funding is provided for maintenance and operations costs for the Global Animal Health Facility Phase 1. Construction funding for this building was provided by the Gates Foundation and by bonds financed by WSU trust land and student building fee revenues.

**7. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Washington State University**

**8. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Eastern Washington University**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	1,394.7	117,301	238,652
2009-11 Maintenance Level	1,401.2	123,861	248,787
<b>Policy Non-Comp Changes:</b>			
1. Academic & Institutional Support	-30.0	-5,848	-5,848
2. Other Non-Instructional Reductions	-23.0	-4,972	-4,972
3. Student Services and Instruction	-72.0	-15,824	-15,824
4. Tuition Increase	29.0	0	13,838
5. Fiscal Stabilization Grant	0.0	-5,522	0
Policy -- Non-Comp Total	-96.0	-32,166	-12,806
<b>Policy Comp Changes:</b>			
6. Employee Health Insurance	0.0	816	1,012
7. Actuarial Method Changes-State	0.0	-943	-1,110
Policy -- Comp Total	0.0	-127	-98
Total Policy Changes	-96.0	-32,293	-12,904
Total 2009-11 Biennium	1,305.2	91,568	235,883

*Comments:*

**1. Academic & Institutional Support** - In order to prioritize as much state and tuition funding for direct instructional and student services as possible, the university is expected to reduce expenditures on institutional and academic administration by at least 13 percent.

**2. Other Non-Instructional Reductions** - In order to prioritize as much state and tuition funding for direct instructional and student services as possible, the university is likely to reduce expenditures on other non-instructional services. Major activities in this category include libraries; facility and grounds maintenance; utilities; a small amount of state-sponsored research conducted at the university; and public service activities.

**3. Student Services and Instruction** - Funding for the university is reduced which impacts direct instructional and student services. As a result, up to 600 fewer students may have access to full-time enrollment opportunities in 2009-11 than are actually enrolled this year.

**4. Tuition Increase** - Eastern Washington University is authorized to raise resident undergraduate tuition by 14 percent per year.

**5. Fiscal Stabilization Grant** - Federal fiscal stabilization funds are used to avoid the higher tuition increases and the additional reductions in state-supported enrollment that would otherwise be necessary due to the state's serious budget situation.

**6. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**7. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Central Washington University**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	1,223.8	116,138	251,545
2009-11 Maintenance Level	1,235.3	123,832	274,967
<b>Policy Non-Comp Changes:</b>			
1. Academic & Institutional Support	-26.0	-5,648	-5,648
2. Other Non-Instructional Reductions	-18.0	-3,531	-3,531
3. Student Services and Instruction	-105.0	-20,697	-20,697
4. Tuition Increase	48.5	0	17,154
5. Fire Contract	0.0	250	250
6. Fiscal Stabilization Grant	0.0	-6,975	0
Policy -- Non-Comp Total	-100.5	-36,601	-12,472
<b>Policy Comp Changes:</b>			
7. Employee Health Insurance	0.0	902	984
8. Actuarial Method Changes-State	0.0	-1,193	-1,357
Policy -- Comp Total	0.0	-291	-373
Total Policy Changes	-100.5	-36,892	-12,845
Total 2009-11 Biennium	1,134.8	86,940	262,122

*Comments:*

**1. Academic & Institutional Support** - In order to prioritize as much state and tuition funding for direct instructional and student services as possible, the university is likely to reduce expenditures on institutional and academic administration by approximately 13 percent.

**2. Other Non-Instructional Reductions** - In order to prioritize as much state and tuition funding for direct instructional and student services as possible, the university is likely to reduce expenditures on other non-instructional services. Major activities in this category include libraries; facility and grounds maintenance; utilities; the very small amount of state-sponsored research conducted at the university; and public service activities.

**3. Student Services and Instruction** - Funding for the university is reduced which impacts direct instructional and student services. As a result, up to 525 fewer students may have access to full-time enrollment opportunities in 2009-11 than are actually enrolled this year.

**4. Tuition Increase** - Central Washington University is authorized to raise resident undergraduate tuition by 14 percent per year.

**5. Fire Contract** - Funding is provided for continuation of fire and emergency medical service protection for students, staff, faculty, and invited guests to the Ellensburg campus. Service has changed from the City of Ellensburg to Kittitas Valley Fire and Rescue due to a consolidation of the two agencies. Rate increases are due to a change in methodology whereby rates are based on the assessed value of the properties protected.

**6. Fiscal Stabilization Grant** - Federal fiscal stabilization funds are used to avoid the higher tuition increases and the additional reductions in state-supported enrollment that would otherwise be necessary due to the state's serious budget situation.

**7. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Central Washington University**

**8. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**The Evergreen State College**  
(Dollars in Thousands)

	<b>Proposed House Striker</b>		<b>Total</b>
	<b>FTEs</b>	<b>Near GF-S</b>	
2007-09 Estimated Expenditures	689.7	63,773	116,782
2009-11 Maintenance Level	691.7	65,141	118,678
<b>Policy Non-Comp Changes:</b>			
1. Academic & Institutional Support	-16.0	-3,495	-3,495
2. Other Non-Instructional Reductions	-35.0	-6,773	-6,773
3. Student Services and Instruction	-20.0	-3,834	-3,834
4. Tuition Increase	14.0	0	6,951
5. Fiscal Stabilization Grant	0.0	-2,366	0
6. Racial Disproportionality	0.0	77	77
7. GAU Assessment and Review	0.0	75	75
8. Passport Pipeline Study	0.0	75	75
9. Contracted Childhood Welfare	0.0	59	59
10. Non-Food Items for the Needy	0.0	15	15
Policy -- Non-Comp Total	-57.0	-16,167	-6,850
<b>Policy Comp Changes:</b>			
11. Employee Health Insurance	0.0	464	507
12. Actuarial Method Changes-State	0.0	-611	-637
Policy -- Comp Total	0.0	-147	-130
Total Policy Changes	-57.0	-16,314	-6,980
Total 2009-11 Biennium	634.7	48,827	111,698

*Comments:*

**1. Academic & Institutional Support** - In order to prioritize as much state and tuition funding for direct instructional and student services as possible, the college is likely to reduce expenditures on institutional and academic administration by at least 12 percent.

**2. Other Non-Instructional Reductions** - In order to prioritize as much state and tuition funding for direct instructional and student services as possible, The Evergreen State College is likely to reduce expenditures on other non-instructional services such as research and education in areas such as labor relations, undergraduate education techniques, Pacific Northwest Native American culture and issues, community-based student learning and engagement, and Washington state public policy. Other major activities likely to experience significant reductions include library hours and acquisitions; energy usage; and facility and grounds maintenance.

**3. Student Services and Instruction** - Funding for the college is reduced which will impact student enrollments resulting in reduced access to full-time enrollment opportunities in 2009-11 than are actually enrolled this year.

**4. Tuition Increase** - The Evergreen State College is authorized to raise resident undergraduate tuition by 14 percent per year.

**5. Fiscal Stabilization Grant** - Federal fiscal stabilization funds are used to avoid the higher tuition increases and the additional reductions in state-supported enrollment that would otherwise be necessary due to the state's serious budget situation.

**6. Racial Disproportionality** - Funding is provided for Washington State Institute of Public Policy (WSIPP) to implement Substitute Senate Bill 5882 (racial disproportionality). WSIPP shall conduct an analysis of the impacts of family team decision making and structured decision making on racial disproportionality in the child welfare system.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
The Evergreen State College**

**7. GAU Assessment and Review** - Funding is provided for the Washington State Institute for Public Policy to conduct an assessment of the General Assistance Unemployable Program and other similar programs. The assessment shall include a review of programs in other states that provide similar services and will include recommendations on promising approaches that both improve client outcomes and reduce state costs. The assessment shall be provided to the Legislature by December 1, 2009.

**8. Passport Pipeline Study** - Funding is provided for the Washington State Institute for Public Policy (WSIPP) to evaluate the adequacy of and access to financial aid and independent living programs for youth in foster care. WSIPP shall report its findings and recommendations by December 1, 2009.

**9. Contracted Childhood Welfare** - Funding is provided for Washington State Institute of Public Policy (WSIPP) to implement Second Substitute House Bill 2106 (child welfare outcomes).

**11. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**12. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Spokane Intercol Rsch & Tech Inst**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	23.9	3,463	4,872
2009-11 Maintenance Level	23.9	3,658	5,936
<b>Policy Non-Comp Changes:</b>			
1. Budget Reduction	-2.2	-402	-402
Policy -- Non-Comp Total	-2.2	-402	-402
<b>Policy Comp Changes:</b>			
2. Employee Health Insurance	0.0	13	13
3. Actuarial Method Changes-State	0.0	-60	-60
Policy -- Comp Total	0.0	-47	-47
Total Policy Changes	-2.2	-449	-449
Total 2009-11 Biennium	21.7	3,209	5,487

*Comments:*

- 1. Budget Reduction** - Funding for SIRTI (the Spokane Intercollegiate Research and Technology Institute) is reduced.
- 2. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
- 3. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Western Washington University**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	1,769.5	146,392	328,812
2009-11 Maintenance Level	1,778.8	152,892	353,365
<b>Policy Non-Comp Changes:</b>			
1. Academic & Institutional Support	-38.0	-7,171	-7,171
2. Other Non-Instructional Reductions	-24.0	-4,564	-4,564
3. Student Services and Instruction	-121.0	-23,159	-23,159
4. Tuition Increase	52.5	0	18,264
5. Fiscal Stabilization Grant	0.0	-8,885	0
Policy -- Non-Comp Total	-130.5	-43,779	-16,630
<b>Policy Comp Changes:</b>			
6. Employee Health Insurance	0.0	1,118	1,349
7. Actuarial Method Changes-State	0.0	-1,302	-1,540
Policy -- Comp Total	0.0	-184	-191
Total Policy Changes	-130.5	-43,963	-16,821
Total 2009-11 Biennium	1,648.3	108,929	336,544

*Comments:*

**1. Academic & Institutional Support** - In order to prioritize as much state and tuition funding for direct instructional and student services as possible, the university is likely to reduce expenditures on institutional and academic administration by at least 13 percent.

**2. Other Non-Instructional Reductions** - In order to prioritize as much state and tuition funding for direct instructional and student services as possible, the university is likely to reduce expenditures on other non-instructional services. Major activities in this category include libraries; facility and grounds maintenance; utilities; the relatively small amount of state-sponsored research conducted at the university; and public service activities such as sponsored lectures and conferences, and community research and service centers.

**3. Student Services and Instruction** - Funding for the university is reduced which impacts direct instructional and student services. As a result, up to 600 fewer students may have access to full-time enrollment opportunities in 2009-11 than are actually enrolled this year.

**4. Tuition Increase** - Western Washington University is authorized to raise resident undergraduate tuition by 14 percent per year.

**5. Fiscal Stabilization Grant** - Federal fiscal stabilization funds are used to avoid the higher tuition increases and the additional reductions in state-supported enrollment that would otherwise be necessary due to the state's serious budget situation.

**6. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**7. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Community/Technical College System**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	15,885.1	1,436,724	2,496,941
2009-11 Maintenance Level	15,982.2	1,567,896	2,645,270
<b>Policy Non-Comp Changes:</b>			
1. Academic & Institutional Support	-196.0	-35,990	-35,990
2. Other Non-Instructional Reductions	-156.0	-27,500	-27,500
3. Student Services and Instruction	-575.0	-101,359	-101,359
4. Tuition Increase	89.5	0	43,367
5. Health Care Career Advancement	0.0	1,500	1,500
6. Running Start Student Fee	0.0	0	2,996
7. Fiscal Stabilization Grant	0.0	-17,171	0
8. New Facilities Maintenance	2.4	869	869
9. Customized Training Adjustment	0.0	0	-2,900
10. Technology Transformation	0.0	2,225	2,225
Policy -- Non-Comp Total	-835.1	-177,426	-116,792
<b>Policy Comp Changes:</b>			
11. Suspend I-732 COLA Funding	0.0	-35,039	-37,470
12. Employee Health Insurance	0.0	12,943	15,491
13. Actuarial Method Changes-State	0.0	-10,669	-12,979
Policy -- Comp Total	0.0	-32,765	-34,958
Total Policy Changes	-835.1	-210,191	-151,750
Total 2009-11 Biennium	15,147.1	1,357,705	2,493,520

*Comments:*

**1. Academic & Institutional Support** - In order to prioritize as much state and tuition funding for direct instructional and student services as possible, the community and technical college system is likely to reduce expenditures on institutional and academic administration by at least 8 percent.

**2. Other Non-Instructional Reductions** - In order to prioritize as much state and tuition funding for direct instructional and student services as possible, the community and technical college system expects to reduce expenditures on other non-instructional services. Major reductions will likely include library hours and acquisitions; facility and grounds maintenance; and energy usage.

**3. Student Services and Instruction** - Funding to the community and technical college system is reduced which impacts direct instructional and student services. As a result, up to 4,900 fewer students may have access to full-time enrollment opportunities in 2009-11 than are actually enrolled this year.

**4. Tuition Increase** - The Community and Technical College system is authorized to raise resident undergraduate tuition by 7 percent per year.

**5. Health Care Career Advancement** - Funds are provided to expand partnership under which hospitals, labor unions, and community colleges are providing customized training and constructing career ladders for current employees to progress to more skilled health care occupations.

**6. Running Start Student Fee** - Second Substitute House Bill 2119 (dual credit opportunities) allows community and technical colleges to collect certain fees from Running Start students. The State Board for Community College estimates this allowance will result in \$2.9 million in new revenues in 2009-11. (Higher Education Dedicated Non-Appropriated Account)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

## 2009-11 Omnibus Operating Budget Community/Technical College System

**7. Fiscal Stabilization Grant** - Federal fiscal stabilization funds are used to avoid the higher tuition increases and the additional reductions in state-supported enrollment that would otherwise be necessary due to the state's serious budget situation.

**8. New Facilities Maintenance** - Funds are provided for the maintenance and operations (M&O) of 250,000 gross square feet of new or renovated permanent facilities authorized in the 2009-11 capital budget that are scheduled to be occupied before July 1, 2011. M&O funding covers utilities, maintenance and janitorial services. This M&O funding is for permanent state-owned space constructed or expanded with direct financial support from the state, and does not include locally-funded projects. The funds authorized here are in addition to \$3.3 million of increased funding provided in the maintenance level budget for 625,000 gross square feet of space authorized in previous capital budgets that will also come on line during the 2009-11 biennium.

**9. Customized Training Adjustment** - Budget authority is adjusted to correspond to the \$175,000 remaining for continued customized training program operations after transfer of excess account balance back to the state general fund. (Employment Training Finance Account)

**10. Technology Transformation** - Funding is provided for the State Board for Community and Technical Colleges to enhance online distance learning and open courseware technology. Funds shall be used to maximize the value of and increase access to instructional materials for the greatest number of students.

**11. Suspend I-732 COLA Funding** - Initiative 732, approved by voters in 2000, requires an annual cost-of-living increase for selected community and technical college staff based on the Seattle Consumer Price Index for the prior calendar year. These cost-of-living increases are estimated at 4.2 percent for the 2009-10 school year and 0.1 percent for the 2010-11 school year. The cost-of-living requirement is suspended for the 2009-11 biennium.

**12. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**13. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**State School for the Blind**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	86.0	12,074	13,635
2009-11 Maintenance Level	86.0	12,909	14,656
<b>Policy Non-Comp Changes:</b>			
1. Agency Wide Reduction	-2.0	-593	-593
2. Short Course Program	2.0	0	271
3. Governor-Directed Freeze	0.0	-68	-68
Policy -- Non-Comp Total	0.0	-661	-390
<b>Policy Comp Changes:</b>			
4. Suspend Initiative 732 COLA	0.0	-116	-164
5. Employee Health Insurance	0.0	64	74
6. Remove Merit Increments	0.0	-126	-126
7. Actuarial Method Changes-State	0.0	-260	-312
Policy -- Comp Total	0.0	-438	-528
Total Policy Changes	0.0	-1,099	-918
Total 2009-11 Biennium	86.0	11,810	13,738

*Comments:*

**1. Agency Wide Reduction** - The School for the Blind is directed to reduce near general fund spending by 4 percent. Savings will be achieved and managed by the School for the Blind.

**2. Short Course Program** - Funding is provided for the School for the Blind to offer short course programs. These short courses will allow blind or visually impaired youth to leave their home school for short periods of time to receive intensive training at the School for the Blind. Service delivery to students will be funded through contracts with local school districts. (General Fund-Private/Local)

**3. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**4. Suspend Initiative 732 COLA** - Initiative 732, approved by voters in 2000, requires an annual cost-of-living increase for school employees based on the Seattle Consumer Price Index for the prior calendar year. These cost-of-living increases are estimated at 4.2 percent for the 2009-10 school year and 0.1 percent for the 2010-11 school year. The annual cost-of-living requirement is suspended for the 2009-11 biennium.

**5. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**6. Remove Merit Increments** - Funding provided at maintenance level for costs associated with providing merit increments for employees in smaller agencies is eliminated.

**7. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**State School for the Deaf**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	111.2	17,773	18,089
2009-11 Maintenance Level	111.2	18,473	18,789
<b>Policy Non-Comp Changes:</b>			
1. Reading Outreach Program	1.0	0	210
2. Center for Childhood Deafness	0.0	50	50
3. Agency Wide Reduction	-2.0	-760	-760
4. Governor-Directed Freeze	-1.0	-116	-116
Policy -- Non-Comp Total	-2.0	-826	-616
<b>Policy Comp Changes:</b>			
5. Suspend Initiative 732 COLA	0.0	-160	-160
6. Employee Health Insurance	0.0	104	104
7. Actuarial Method Changes-State	0.0	-343	-343
Policy -- Comp Total	0.0	-399	-399
Total Policy Changes	-2.0	-1,225	-1,015
Total 2009-11 Biennium	109.2	17,248	17,774

*Comments:*

**1. Reading Outreach Program** - The Shared Reading Video Outreach Project (SRVOP) is administered by the Washington State School for the Deaf. The SRVOP utilizes video technology to enhance literacy and language development for deaf students throughout the state. This item replaces the OSPI funding reduction for FY 2010 and FY 2011. Service delivery to students will be funded through contracts with local school districts. (General Fund-Private/Local)

**2. Center for Childhood Deafness** - Funding is provided for Engrossed Second Substitute House Bill 1879 (deaf and hard of hearing). The bill establishes the Washington State Center for Childhood Deafness and Hearing Loss at the School for the deaf. The bill also establishes two demonstration communities in geographically separate areas of the state for service delivery.

**3. Agency Wide Reduction** - The School for the Deaf is directed to reduce near general fund spending by 4 percent. Savings will be achieved and managed by the School for the Deaf.

**4. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**5. Suspend Initiative 732 COLA** - Initiative 732, approved by voters in 2000, requires an annual cost-of-living increase for school employees based on the Seattle Consumer Price Index for the prior calendar year. These cost-of-living increases are estimated at 4.2 percent for the 2009-10 school year and 0.1 percent for the 2010-11 school year. The annual cost-of-living requirement is suspended for the 2009-11 biennium.

**6. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**7. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Work Force Trng & Educ Coord Board**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	23.3	3,493	57,987
2009-11 Maintenance Level	23.3	3,655	58,222
<b>Policy Non-Comp Changes:</b>			
1. Budget Reduction	-3.1	-560	-560
2. Evergreen Jobs Act	0.5	120	120
3. Opportunity Internship	0.5	0	230
Policy -- Non-Comp Total	-2.1	-440	-210
<b>Policy Comp Changes:</b>			
4. Employee Health Insurance	0.0	13	19
5. Remove Merit Increments	0.0	-25	-39
6. Actuarial Method Changes-State	0.0	-60	-84
Policy -- Comp Total	0.0	-72	-104
Total Policy Changes	-2.1	-512	-314
Total 2009-11 Biennium	21.2	3,143	57,908

*Comments:*

**1. Budget Reduction** - The Work Force Training and Education Coordinating Board's budget is reduced. The Work Force Board has discretion to manage reductions, which will require adjustments in operating expenditures and reductions in programs.

**2. Evergreen Jobs Act** - Funding is provided to implement Engrossed Second Substitute House Bill 2227 (evergreen jobs act). Funding is provided for the Workforce Board in cooperation with the Department of Community Trade and Economic Development (CTED) to convene a work group to develop and maintain a list of green jobs, to solicit federal funds for green job activities, to provide progress reports to Legislature and to conduct a variety of other green job tasks.

**3. Opportunity Internship** - Funding is provided to implement Second Substitute House Bill 1355 (opportunity internships). The Workforce Board shall create and administer the Opportunity Internship Program which includes development and implementation of Opportunity Internship Consortia, coordinate Opportunity Internship state need grant eligibility with the Higher Education Coordinating Board, track program participants, and evaluate program outcomes. Of the funds for this item, \$110,000 is provided for the Workforce Board to contract with the Higher Education Coordinating Board for state need grant program management.

**4. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**5. Remove Merit Increments** - Funding provided at maintenance level for costs associated with providing merit increments for employees in smaller agencies is eliminated.

**6. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**2009-11 Omnibus Operating Budget**  
**Department of Early Learning**  
(Dollars in Thousands)

	Proposed House Striker		Total
	FTEs	Near GF-S	
2007-09 Estimated Expenditures	211.2	138,666	333,914
2009-11 Maintenance Level	205.0	133,432	355,641
<b>Policy Non-Comp Changes:</b>			
1. Child Care Resource and Referral	0.0	-850	0
2. Career and Wage Ladder	0.0	-1,500	0
3. Reading Achievement Account	0.0	0	-2,000
4. Parent, Family, Caregiver Support	-1.0	-1,200	-1,200
5. Quality Rating Improvement System	0.0	0	1,000
6. Negotiated Rule Making	-1.5	-150	-150
7. Early Childhood Apprenticeships	-1.0	-200	-200
8. Licensing Staff	-5.0	-870	-870
9. Child Care Collective Bargaining	0.0	200	200
10. Child Care Federal Stimulus	0.0	0	19,901
11. Infant/Toddler Care	0.0	0	1,600
12. Homeless Care Subsidy Increase	0.0	0	141
13. Kindergarten Readiness	0.0	100	100
14. Family Child Care Provider Agree	-3.0	-1,025	-1,025
15. ECEAP Administration	-2.2	-818	-818
16. Head Start and ECEAP	0.0	-2,300	-2,300
17. Governor-Directed Freeze	-3.2	-1,282	-1,282
18. Governor-Directed 1% Cut	-4.6	-1,850	-1,850
Policy -- Non-Comp Total	-21.5	-11,745	11,247
<b>Policy Comp Changes:</b>			
19. Employee Health Insurance	0.0	46	174
20. Actuarial Method Changes-State	0.0	-210	-680
Policy -- Comp Total	0.0	-164	-506
Total Policy Changes	-21.5	-11,909	10,741
Total 2009-11 Biennium	183.5	121,523	366,382

*Comments:*

**1. Child Care Resource and Referral** - Funding is provided for Child Care Resource and Referral through the Child Care and Development Fund federal stimulus amounts and general fund state. The Child Care Resource and Referral Network provides parents with information on child care providers in their area.

**2. Career and Wage Ladder** - The Child Care Career and Wage Ladder program provides funding for participating, licensed child care centers that base wages on education, experience, and training. Funding for this program is provided through Child Care Development Block Grant stimulus dollars and General Fund-State.

**3. Reading Achievement Account** - The spending authority is adjusted for the Reading Achievement Account to match available revenue deposits.

**4. Parent, Family, Caregiver Support** - Funding is reduced for parent, family, and caregiver supports. These funds are used for play and learn resources, parent education workshops, and informational literature on child care.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



## 2009-11 Omnibus Operating Budget Department of Early Learning

**5. Quality Rating Improvement System** - Funding is provided to DEL to contract with Thrive by Five Washington to pilot a quality rating improvement system (QRIS) in locations throughout the state. Funds will be split between the Thrive by Five Washington demonstration sites and three state-operated demonstration sites. Funding is provided from the federal Child Care Development Block Grant stimulus. The QRIS program funds professional development, training and mentoring in the pilot locations.

**6. Negotiated Rule Making** - Funding for negotiated rule making is reduced. The Department previously received funds to work with stakeholders to update rules around child care entities.

**7. Early Childhood Apprenticeships** - Funding for early childhood apprenticeship is eliminated. The Department will no longer provide funding for an apprenticeship program that combines classroom studies with on-the-job training.

**8. Licensing Staff** - Funding and FTE authority for state-funded licensing staff are removed. Funding was provided in the 2007-09 biennium for these staff to increase consistency of the application of licensing rules through the state.

**9. Child Care Collective Bargaining** - Funding is provided to implement Substitute House Bill 1329 (child care center collective bargaining). The bill provides collective bargaining between child care center directors and workers and the Governor; requires the Director of the Department of Early Learning to engage in negotiated rule making with child care center directors and workers; and requires the Department of Social and Health Services to adjust subsidy rates paid to child care centers in particular regions to reflect subsidy rates in collective bargaining agreements for those regions.

**10. Child Care Federal Stimulus** - In the American Recovery and Reinvestment Act (ARRA) of 2009, the federal government provided temporary additional funds through the Child Care Development Block Grant (CCDBG). Funds are to be used to in line with current CCDBG policy, with specific funds set aside for quality improvement programs and infant/toddler programs.

**11. Infant/Toddler Care** - Funding is provided specifically for infant and toddler care through the American Recovery and Reinvestment Act (ARRA) of 2009. Funds shall be used for training, technical assistance, and child care consultation.

**12. Homeless Care Subsidy Increase** - Funding is provided to increase the Homeless Child Care (HCC) subsidy rate, in counties currently participating in this program, to the level in the 2007-09 child care collective bargaining agreement.

**13. Kindergarten Readiness** - Funding is provided for the Department to work with the Office of the Superintendent of Public Instruction and stakeholders to develop and pilot a kindergarten readiness assessment process. School districts may participate in the pilot on a voluntary basis. The Department shall report to the Legislature on the assessment process by January 15, 2011.

**14. Family Child Care Provider Agree** - Funding is reduced for DEL's portion of the family child care collective bargaining implementation costs.

**15. ECEAP Administration** - Funding for department Early Childhood Education and Assistance Program staff and administrative expenses is reduced. Expenditure authority is also reduced to reflect actual expenditures.

**16. Head Start and ECEAP** - As part of the federal American Recovery and Reinvestment Act of 2009, Head Start providers in Washington are anticipated to receive \$10,000,000 in enhanced Head Start and Early Head Start funding. Several providers are anticipated to receive enhanced Head Start funding also serve children in the early childhood education and assistance program (ECEAP). This item temporary reduces the number of slots in 2009-11 by 2.1 percent statewide to achieve the \$2,300,000 General Fund-State savings.

**17. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**18. Governor-Directed 1% Cut** - In October 2008, Governor Gregoire asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.

**19. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget  
Department of Early Learning**

**20. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Washington State Arts Commission**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	17.6	5,089	6,655
2009-11 Maintenance Level	17.6	5,223	7,897
<b>Policy Non-Comp Changes:</b>			
1. Federal Spending Authority	0.0	0	303
2. Agency Reductions	-5.5	-1,235	-1,235
3. DIS Rate Reductions	0.0	-2	-2
4. Governor-Directed Freeze	-1.1	-196	-196
Policy -- Non-Comp Total	-6.6	-1,433	-1,130
<b>Policy Comp Changes:</b>			
5. Employee Health Insurance	0.0	15	15
6. Actuarial Method Changes-State	0.0	-46	-46
Policy -- Comp Total	0.0	-31	-31
Total Policy Changes	-6.6	-1,464	-1,161
Total 2009-11 Biennium	11.0	3,759	6,736

*Comments:*

**1. Federal Spending Authority** - Funding is provided to increase federal expenditure authority due to potential availability of federal stimulus grant funds through the National Endowment for the Arts (NEA). Funds are used for subgranting to eligible nonprofit organizations in their state or region. These special, one-time subgrants to organizations must be used for supporting jobs that have been reduced or lost as a result of the current economic climate. The agency must apply for these grants, which do not require a state match. (General Fund-Federal)

**2. Agency Reductions** - The Commission's budget is reduced by 16 percent from maintenance level as a general activity cut. The Commission shall use its managerial discretion to reduce spending in those areas that will have the least impact on implementing its mission.

**3. DIS Rate Reductions** - Funding is reduced to reflect a decrease in the Department of Information Services' (DIS) central service rates.

**4. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**5. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**6. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Washington State Historical Society**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	52.8	7,356	10,266
2009-11 Maintenance Level	52.8	6,688	9,206
<b>Policy Non-Comp Changes:</b>			
1. Agency Wide Reduction	-6.6	-1,175	-1,175
2. Governor-Directed Freeze	-2.4	-214	-214
Policy -- Non-Comp Total	-9.0	-1,389	-1,389
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	27	30
4. Actuarial Method Changes-State	0.0	-98	-110
Policy -- Comp Total	0.0	-71	-80
Total Policy Changes	-9.0	-1,460	-1,469
Total 2009-11 Biennium	43.8	5,228	7,737

*Comments:*

**1. Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

**2. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**4. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**East Wash State Historical Society**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	40.1	3,987	7,074
2009-11 Maintenance Level	41.4	4,222	7,332
<b>Policy Non-Comp Changes:</b>			
1. Agency Wide Reduction	-5.5	-798	-798
2. Governor-Directed Freeze	-1.1	-118	-118
Policy -- Non-Comp Total	-6.6	-916	-916
<b>Policy Comp Changes:</b>			
3. Employee Health Insurance	0.0	21	29
4. Actuarial Method Changes-State	0.0	-60	-90
Policy -- Comp Total	0.0	-39	-61
Total Policy Changes	-6.6	-955	-977
Total 2009-11 Biennium	34.8	3,267	6,355

*Comments:*

**1. Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

**2. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

**3. Employee Health Insurance** - Funding for employee health benefits is increased by 3% each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

**4. Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State Retirement Systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Bond Retirement and Interest**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	0.0	1,575,674	1,763,731
2009-11 Maintenance Level	0.0	1,758,319	1,932,674
<b>Policy Non-Comp Changes:</b>			
1. 2009-11 Debt Service	0.0	54,925	64,664
Policy -- Non-Comp Total	0.0	54,925	64,664
Total Policy Changes	0.0	54,925	64,664
Total 2009-11 Biennium	0.0	1,813,244	1,997,338

*Comments:*

**1. 2009-11 Debt Service** - Debt service and underwriting expenses will be incurred from issuing new debt to fund the proposed Capital and Transportation Budgets for the 2009-11 biennium. (General Fund-State, Various Other Funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**Special Approps to the Governor**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	95.1	169,875	232,978
2009-11 Maintenance Level	0.0	105,145	105,145
<b>Policy Non-Comp Changes:</b>			
1. Water Pollution Control Revol Acct	0.0	9,200	9,200
2. GFS to Cap Bldg Construction Acct	0.0	5,927	5,927
3. Community Pres & Develop Acct	0.0	350	350
4. Transitional Housing Operating Rent	0.0	0	8,500
5. COP Repayment	0.0	2,870	2,870
6. Veterans Innovation Program	0.0	500	500
Policy -- Non-Comp Total	0.0	18,847	27,347
Total Policy Changes	0.0	18,847	27,347
Total 2009-11 Biennium	0.0	123,992	132,492

*Comments:*

**1. Water Pollution Control Revol Acct** - Funding is appropriated to the Water Pollution Control Revolving Account to provide the required 20 percent state match for water pollution control projects. (Water Quality Account-State)

**2. GFS to Cap Bldg Construction Acct** - Funding is provided to backfill the decreased timber revenues to meet debt obligations. The Capitol Building Construction Account is used to pay debt service on the Natural Resources Building and the Legislative Building rehabilitation. Timber sales, which are the primary source of revenue for this account, have decreased and are not providing sufficient revenues to cover the debt service.

**3. Community Pres & Develop Acct** - Funding is appropriated to the Community Preservation and Development Authority Account. These funds are for the Department of Community, Trade, and Economic Development to provide a grant to a community development authority established under RCW 43.167.

**4. Transitional Housing Operating Rent** - Funding is provided for the Transitional Housing Operating and Rent (THOR) program, consistent with Chapter 256, Laws of 2008 (ESSB 5959). The Housing Trust Account and the Home Security Fund are appropriated for deposit into the Transitional Housing Operating and Rent Account - Nonappropriated.

**5. COP Repayment** - Funding is provided for debt repayment to the General Administration for the O'Brien Building improvement, project number, 20081007, authorized during the 2007-09 biennium.

**6. Veterans Innovation Program** - Funding is provided for the Veterans Innovation Program. This program provides support, including financial assistance, to veterans who are experiencing hardships.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009-11 Omnibus Operating Budget**  
**State Employee Compensation Adjust**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Estimated Expenditures	0.0	0	0
2009-11 Maintenance Level	0.0	0	0
<b>Policy Comp Changes:</b>			
1. Final Average Compensation	0.0	800	1,800
Policy -- Comp Total	0.0	800	1,800
Total Policy Changes	0.0	800	1,800
Total 2009-11 Biennium	0.0	800	1,800

*Comments:*

Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for the Public Employees' Retirement System (PERS), Teachers' Retirement System (TRS), School Employees' Retirement System (SERS), Public Safety Employees' Retirement System (PSERS), and the Washington State Patrol Retirement System (WSPRS). The funding policy changes are: reduction of the assumed rate of salary growth from 4.25% to 4%, delay of the adoption of new mortality tables until the 2011-13 fiscal biennium, suspension of contribution rate minimums for the 2009-11 fiscal biennium, a revised contribution rate floor for WSPRS, and the phased adoption of a new funding method for the Plan 1 unfunded liabilities. As a result of these changes, total employer contribution rates for the fiscal biennium are reduced from the Pension Funding Council's adopted rates of 7.84% for PERS, 10.79% for TRS, 8.12% for SERS, 10.06% for PSERS, and 8.57% for WSPRS to 5.13% for PERS, 5.98% for TRS, 5.27% for SERS, 7.68% for PSERS, and 6.17% for WSPRS. Employee contribution rates are also reduced from 4.61% for PERS 2, 4.93% for TRS 2, 4.00% for SERS 2, 6.94% for PSERS, and 6.95% for WSPRS to 3.89% for PERS 2, 3.36% for TRS 2, 3.14% for SERS 2, 6.55% for PSERS, and 4.85% for WSPRS. (various funds)

**1. Final Average Compensation -** Funding is provided for increased employer contributions in the Public Employees' Retirement System (PERS) and the School Employees' Retirement System (SERS) as a result of including in PERS members' final average compensation any pay that is forgone by the member during the 2009-2011 fiscal biennium as a result of reduced work hours, voluntary leave without pay, or temporary furloughs that are a part of the employer's efforts to reduce expenditures, pursuant to Substitute Senate Bill 6157 (calculating compensation for public retirement purposes). (General Fund-State, other funds)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009-11 Omnibus Operating Budget**  
**Contributions to Retirement Systems**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Estimated Expenditures	0.0	116,400	116,400
2009-11 Maintenance Level	0.0	130,230	130,230
<b>Total 2009-11 Biennium</b>	<b>0.0</b>	<b>130,230</b>	<b>130,230</b>

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009 Supplemental**

**Statewide Summary  
and  
Agency Detail**



**2009 Supplemental Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 24, 2009  
12:11 am

	<b>FTEs</b>	<b>Near GF-S</b>	<b>Total</b>
Legislative	1.0	430	430
Judicial	0.3	122	122
Governmental Operations	-10.8	-4,003	10,126
Other Human Services	-17.3	17,863	107,472
DSHS	0.1	-192,614	244,010
Natural Resources	0.0	16,675	14,533
Transportation	0.0	3,954	3,955
Public Schools	0.0	-306,529	65,863
Higher Education	0.0	-1,597	-1,547
Other Education	-2.5	74	8,710
Special Appropriations	0.0	9,911	8,226
<b>Statewide Total</b>	<b>-29.3</b>	<b>-455,714</b>	<b>461,900</b>

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009 Supplemental Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 24, 2009  
12:11 am

	FTEs	Near GF-S	Total
<b>Legislative</b>			
House of Representatives	1.0	430	430
<b>Total Legislative</b>	<b>1.0</b>	<b>430</b>	<b>430</b>
<b>Judicial</b>			
Court of Appeals	0.0	48	48
Administrative Office of the Courts	0.3	74	74
<b>Total Judicial</b>	<b>0.3</b>	<b>122</b>	<b>122</b>
<b>Total Legislative/Judicial</b>	<b>1.3</b>	<b>552</b>	<b>552</b>

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009 Supplemental Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 24, 2009  
12:11 am

	FTEs	Near GF-S	Total
<b>Governmental Operations</b>			
Office of the Secretary of State	0.0	423	756
Office of the Attorney General	3.8	0	1,812
Dept Community, Trade, Econ Dev	-14.0	0	-60
Office of Financial Management	0.0	350	350
Office of Administrative Hearings	0.0	0	-539
Public Printer	0.0	0	515
Department of Revenue	-0.5	-5,221	-5,221
Dept of General Administration	0.0	226	226
State Board of Accountancy	0.0	0	350
WA State Liquor Control Board	0.0	0	2,000
Military Department	0.0	173	14,995
Archaeology & Historic Preservation	0.0	0	-100
Growth Management Hearings Board	0.0	46	46
State Convention and Trade Center	0.0	0	-5,004
<b>Total Governmental Operations</b>	<b>-10.8</b>	<b>-4,003</b>	<b>10,126</b>

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009 Supplemental Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 24, 2009  
12:11 am

	<b>FTEs</b>	<b>Near GF-S</b>	<b>Total</b>
<b>Other Human Services</b>			
WA State Health Care Authority	0.0	-2,171	-2,171
Human Rights Commission	0.0	0	200
Bd of Industrial Insurance Appeals	0.8	0	164
Criminal Justice Training Comm	0.0	-125	-125
Department of Labor and Industries	0.6	0	643
Department of Health	0.6	-3,208	7,535
Department of Veterans' Affairs	0.0	-651	738
Department of Corrections	-63.2	24,018	23,802
Dept of Services for the Blind	0.0	0	1,173
Employment Security Department	44.0	0	75,513
<b>Total Other Human Services</b>	<b>-17.3</b>	<b>17,863</b>	<b>107,472</b>

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2009 Supplemental Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 24, 2009  
12:11 am

	<b>FTEs</b>	<b>Near GF-S</b>	<b>Total</b>
<b>DSHS</b>			
Children and Family Services	0.0	1,942	12,346
Juvenile Rehabilitation	-20.6	-2,163	-1,955
Mental Health	-44.5	-13,395	9,511
Developmental Disabilities	21.8	-23,370	26,077
Long-Term Care	0.0	-52,269	5,982
Economic Services Administration	46.6	3,221	54,835
Alcohol & Substance Abuse	0.0	1,275	9,640
Medical Assistance Payments	2.5	-108,185	122,136
Vocational Rehabilitation	0.0	-12	4,534
Special Commitment Center	-5.6	-738	-738
Payments to Other Agencies	0.0	1,080	1,642
<b>Total DSHS</b>	<b>0.1</b>	<b>-192,614</b>	<b>244,010</b>
<b>Total Human Services</b>	<b>-17.3</b>	<b>-174,751</b>	<b>351,482</b>

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009 Supplemental Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 24, 2009  
12:11 am

	<b>FTEs</b>	<b>Near GF-S</b>	<b>Total</b>
<b>Natural Resources</b>			
Columbia River Gorge Commission	0.0	0	-27
Department of Ecology	0.0	-187	-4,297
State Parks and Recreation Comm	0.0	5	1,255
Dept of Fish and Wildlife	0.0	32	-260
Puget Sound Partnership	0.0	-200	0
Department of Natural Resources	0.0	17,025	17,862
<b>Total Natural Resources</b>	<b>0.0</b>	<b>16,675</b>	<b>14,533</b>

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009 Supplemental Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 24, 2009  
12:11 am

	<b>FTEs</b>	<b>Near GF-S</b>	<b>Total</b>
<b>Transportation</b>			
Washington State Patrol	0.0	3,954	3,955
<b>Total Transportation</b>	<b>0.0</b>	<b>3,954</b>	<b>3,955</b>

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009 Supplemental Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 24, 2009  
12:11 am

	FTEs	Near GF-S	Total
<b>Public Schools</b>			
OSPI & Statewide Programs	0.0	103	1,403
General Apportionment	0.0	32,435	32,435
Pupil Transportation	0.0	14,989	14,989
Special Education	0.0	-1,613	1,547
Levy Equalization	0.0	4,414	4,414
Institutional Education	0.0	1,900	1,900
Ed of Highly Capable Students	0.0	-12	-12
Student Achievement Program	0.0	-362,000	0
Education Reform	0.0	27	5,958
Transitional Bilingual Instruction	0.0	-636	-636
Learning Assistance Program (LAP)	0.0	1,614	1,614
Compensation Adjustments	0.0	2,250	2,251
<b>Total Public Schools</b>	<b>0.0</b>	<b>-306,529</b>	<b>65,863</b>

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009 Supplemental Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 24, 2009  
12:11 am

	FTEs	Near GF-S	Total
<b>Higher Education</b>			
Higher Education Coordinating Board	0.0	-1,600	-1,600
University of Washington	0.0	0	50
Central Washington University	0.0	3	3
<b>Total Higher Education</b>	<b>0.0</b>	<b>-1,597</b>	<b>-1,547</b>
<b>Other Education</b>			
State School for the Blind	0.0	66	66
State School for the Deaf	0.0	28	28
Department of Early Learning	-2.5	0	8,500
Washington State Arts Commission	0.0	-20	116
<b>Total Other Education</b>	<b>-2.5</b>	<b>74</b>	<b>8,710</b>
<b>Total Education</b>	<b>-2.5</b>	<b>-308,052</b>	<b>73,026</b>

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2009 Supplemental Omnibus Operating Budget**  
**Proposed House Striker**  
(Dollars in Thousands)

April 24, 2009  
12:11 am

	<b>FTEs</b>	<b>Near GF-S</b>	<b>Total</b>
<b>Special Appropriations</b>			
Bond Retirement and Interest	0.0	-6,099	-5,857
Special Approps to the Governor	0.0	15,093	13,154
Sundry Claims	0.0	195	207
Contributions to Retirement Systems	0.0	722	722
<b>Total Special Appropriations</b>	<b>0.0</b>	<b>9,911</b>	<b>8,226</b>

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**House of Representatives**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	406.2	70,420	70,496
2007-09 Revised Maintenance Level	407.2	70,850	70,926
2007-09 Revised Appropriations	407.2	70,850	70,926

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)****Court of Appeals**

(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	145.1	32,857	32,857
2007-09 Revised Maintenance Level	145.1	32,905	32,905
2007-09 Revised Appropriations	145.1	32,905	32,905

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Administrative Office of the Courts**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	365.4	116,500	157,423
2007-09 Revised Maintenance Level	365.4	116,519	157,442
<b>2009 Policy Non-Comp Changes:</b>			
1. Additional Superior Court Judge	0.3	55	55
Policy -- Non-Comp Total	0.3	55	55
Total Policy Changes	0.3	55	55
2007-09 Revised Appropriations	365.6	116,574	157,497

*Comments:*

**1. Additional Superior Court Judge** - Funding is provided for an additional superior court judge who was be appointed in King County in January 2009.

**Office of the Secretary of State**

(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	331.1	54,645	124,874
2007-09 Revised Maintenance Level	331.1	55,068	125,402
<b>2009 Policy Non-Comp Changes:</b>			
1. State Match - Help America Vote Act	0.0	0	228
Policy -- Non-Comp Total	0.0	0	228
Total Policy Changes	0.0	0	228
2007-09 Revised Appropriations	331.1	55,068	125,630

*Comments:*

**1. State Match - Help America Vote Act** - In December 2007, President Bush signed an omnibus appropriations bill authorizing an additional \$115 million in Help America Vote Act (HAVA) funds for states and territories. In order to receive these funds, Washington state was required to provide a match of \$122,000 in state funds. The Legislature approved the \$122,000 state match in the 2008 supplemental budget; however, due to delays in the federal process, the state match was not spent and is now required to be deposited into the Election Account in FY 2009. In March 2009, President Obama signed an omnibus appropriations bill authorizing an additional \$100 million in HAVA funds, which require an additional \$106,000. Both state matches, totalling \$228,000, are appropriated in FY 2009. (Election Account-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Office of the Attorney General**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	1,176.4	14,174	253,014
2007-09 Revised Maintenance Level	1,180.2	14,174	254,476
<b>2009 Policy Non-Comp Changes:</b>			
1. Labor Relations Litigation	0.0	0	350
Policy -- Non-Comp Total	0.0	0	350
Total Policy Changes	0.0	0	350
2007-09 Revised Appropriations	1,180.2	14,174	254,826

*Comments:*

**1. Labor Relations Litigation** - \$350,000 of the General Fund--State appropriation for FY 2009 is provided solely for legal costs in nine law suits relating to collective bargaining agreements.

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Dept Community, Trade, Econ Dev**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	359.9	146,353	502,631
2007-09 Revised Maintenance Level	345.9	146,353	502,571
2007-09 Revised Appropriations	345.9	146,353	502,571

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Office of Financial Management**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	310.9	57,718	141,290
2007-09 Revised Maintenance Level	310.9	57,718	141,290
<b>2009 Policy Non-Comp Changes:</b>			
1. Collective Bargaining	<u>0.0</u>	<u>350</u>	<u>350</u>
Policy -- Non-Comp Total	0.0	350	350
Total Policy Changes	0.0	350	350
<u>2007-09 Revised Appropriations</u>	<u>310.9</u>	<u>58,068</u>	<u>141,640</u>

*Comments:*

**1. Collective Bargaining** - Supplemental funding is provided for the legal expenses related to collective bargaining litigation during fiscal year 2009.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Office of Administrative Hearings**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	166.7	0	32,752
2007-09 Revised Maintenance Level	166.7	0	32,213
2007-09 Revised Appropriations	166.7	0	32,213

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)****Public Printer**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	137.8	0	18,617
2007-09 Revised Maintenance Level	137.8	0	19,132
2007-09 Revised Appropriations	137.8	0	19,132

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Department of Revenue**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	1,082.1	203,523	220,216
2007-09 Revised Maintenance Level	1,081.6	198,302	214,995
2007-09 Revised Appropriations	1,081.6	198,302	214,995

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Dept of General Administration**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	594.6	1,148	165,858
2007-09 Revised Maintenance Level	594.6	1,148	165,858
<b>2009 Policy Non-Comp Changes:</b>			
1. Professional Arts/State Farm Bldg	0.0	226	226
Policy -- Non-Comp Total	0.0	226	226
Total Policy Changes	0.0	226	226
2007-09 Revised Appropriations	594.6	1,374	166,084

*Comments:*

**1. Professional Arts/State Farm Bldg** - Funds are provided to address the FY 2009 projected difference between rent revenues and the full cost of operations and debt service for the Professional Arts and State Farm Insurance Buildings.

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**State Board of Accountancy**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	11.3	0	2,574
2007-09 Revised Maintenance Level	11.3	0	2,574
<b>2009 Policy Non-Comp Changes:</b>			
1. Legal Defense Services	<u>0.0</u>	<u>0</u>	<u>350</u>
Policy -- Non-Comp Total	0.0	0	350
Total Policy Changes	0.0	0	350
2007-09 Revised Appropriations	11.3	0	2,924

*Comments:*

**1. Legal Defense Services** - Funding is provided due to an increase in legal expenditures associated with combined and continuing civil defense actions pending in Thurston County Superior Court and additional legal services related to five potential Board hearings. (Certified Public Accountants Account-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**WA State Liquor Control Board**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	1,172.3	1,910	233,980
2007-09 Revised Maintenance Level	1,172.3	1,910	235,980
2007-09 Revised Appropriations	1,172.3	1,910	235,980

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Military Department**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	320.6	23,783	309,599
2007-09 Revised Maintenance Level	320.6	23,783	324,421
<b>2009 Policy Non-Comp Changes:</b>			
1. National Guard Activation	<u>0.0</u>	<u>173</u>	<u>173</u>
Policy -- Non-Comp Total	0.0	173	173
Total Policy Changes	0.0	173	173
<u>2007-09 Revised Appropriations</u>	<u>320.6</u>	<u>23,956</u>	<u>324,594</u>

*Comments:*

**1. National Guard Activation** - Funding is provided to cover the estimated cost of activating the Washington National Guard to respond to the December 2008 and January 2009 flood and snow events in Washington State.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Archaeology & Historic Preservation**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	18.4	2,655	4,810
2007-09 Revised Maintenance Level	18.4	2,655	4,710
2007-09 Revised Appropriations	18.4	2,655	4,710

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Growth Management Hearings Board**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	13.5	3,771	3,771
2007-09 Revised Maintenance Level	13.5	3,817	3,817
2007-09 Revised Appropriations	13.5	3,817	3,817

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**State Convention and Trade Center**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	161.0	0	98,523
2007-09 Revised Maintenance Level	161.0	0	93,519
2007-09 Revised Appropriations	161.0	0	93,519

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**WA State Health Care Authority**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	327.8	564,273	759,148
2007-09 Revised Maintenance Level	327.8	557,602	752,477
<b>2009 Policy Non-Comp Changes:</b>			
1. Moore v. HCA	0.0	500	500
2. Basic Health Plan Support	0.0	4,000	4,000
Policy -- Non-Comp Total	0.0	4,500	4,500
Total Policy Changes	0.0	4,500	4,500
2007-09 Revised Appropriations	327.8	562,102	756,977

*Comments:*

- 1. Moore v. HCA** - Funding is provided to pay for Attorney General legal services for the Moore v. HCA case concerning part-time employees' health benefit eligibility. (General Fund-State)
- 2. Basic Health Plan Support** - Funding is provided for the Basic Health Plan to account for lower disenrollment rates than had been anticipated in HB 1694.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Human Rights Commission**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	50.4	6,957	8,480
2007-09 Revised Maintenance Level	50.4	6,957	8,480
<b>2009 Policy Non-Comp Changes:</b>			
1. Federal Revenue and Expenditures	<u>0.0</u>	<u>0</u>	<u>200</u>
Policy -- Non-Comp Total	0.0	0	200
Total Policy Changes	0.0	0	200
<u>2007-09 Revised Appropriations</u>	<u>50.4</u>	<u>6,957</u>	<u>8,680</u>

*Comments:*

**1. Federal Revenue and Expenditures** - Funding is provided to increase the Washington State Human Rights Commission (WSHRC) federal spending authority. During FY 2008 WSHRC generated revenue that exceeded their federal spending authority by exceeding the agency's HUD case processing goals. These funds can only be used to further fair housing in the state of Washington. (General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Bd of Industrial Insurance Appeals**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	157.8	0	35,947
2007-09 Revised Maintenance Level	158.5	0	36,111
2007-09 Revised Appropriations	158.5	0	36,111

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Criminal Justice Training Comm**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	38.2	37,431	50,361
2007-09 Revised Maintenance Level	38.2	37,431	50,361
<b>2009 Policy Non-Comp Changes:</b>			
1. Academy Savings	0.0	-125	-125
Policy -- Non-Comp Total	0.0	-125	-125
Total Policy Changes	0.0	-125	-125
2007-09 Revised Appropriations	38.2	37,306	50,236

*Comments:*

**1. Academy Savings** - The Criminal Justice Training Commission has combined two Basic Law Enforcement Academies, reflecting local law enforcement agencies' declining demand for training new hires. (Public Safety and Education Account -- State)

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Department of Labor and Industries**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	2,670.0	49,258	597,511
2007-09 Revised Maintenance Level	2,670.6	49,258	598,154
2007-09 Revised Appropriations	2,670.6	49,258	598,154

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Department of Health**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	1,471.4	257,637	1,026,588
2007-09 Revised Maintenance Level	1,472.0	254,429	1,033,795
<b>2009 Policy Non-Comp Changes:</b>			
1. Stormans et al v DOH Litigation	<u>0.0</u>	<u>0</u>	<u>328</u>
Policy -- Non-Comp Total	0.0	0	328
Total Policy Changes	0.0	0	328
2007-09 Revised Appropriations	<u>1,472.0</u>	<u>254,429</u>	<u>1,034,123</u>

*Comments:*

**1. Stormans et al v DOH Litigation** - Funding is provided for a case that challenges the Board of Pharmacy's rule requiring pharmacies to comply with timely distribution of all lawful medications. The case is scheduled for a trial in the Western District Court in April 2009. A portion of the case has been currently pending before the Ninth Circuit Court of Appeals. Discovery is underway and is expected to be extensive. (Health Professions Account-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Department of Veterans' Affairs**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	677.4	28,222	110,038
2007-09 Revised Maintenance Level	677.4	28,146	110,775
<b>2009 Policy Non-Comp Changes:</b>			
1. Enhanced Federal FMAP	0.0	-575	1
Policy -- Non-Comp Total	0.0	-575	1
Total Policy Changes	0.0	-575	1
2007-09 Revised Appropriations	677.4	27,571	110,776

*Comments:*

**1. Enhanced Federal FMAP** - The recently enacted American Recovery and Reinvestment Act of 2009 will increase the state's Federal Medicaid Assistance Percentage (FMAP). These funds will reduce state contributions for FMAP programs throughout DSHS. This item adjust the base budget for the increase in FMAP. (General Fund-State, General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Department of Corrections**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	8,932.9	1,747,648	1,758,771
2007-09 Revised Maintenance Level	8,869.8	1,771,666	1,782,573
2007-09 Revised Appropriations	8,869.8	1,771,666	1,782,573

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Dept of Services for the Blind**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	75.0	4,941	24,386
2007-09 Revised Maintenance Level	75.0	4,941	24,386
<b>2009 Policy Non-Comp Changes:</b>			
1. Federal Stimulus Impact	<u>0.0</u>	<u>0</u>	<u>1,173</u>
Policy -- Non-Comp Total	0.0	0	1,173
Total Policy Changes	0.0	0	1,173
<u>2007-09 Revised Appropriations</u>	<u>75.0</u>	<u>4,941</u>	<u>25,559</u>

*Comments:*

**1. Federal Stimulus Impact** - The federal American Recovery and Reinvestment Act of 2009 increases federal funding for vocational rehabilitation, independent living services, and services for older individuals who are blind. (General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Employment Security Department**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	1,990.9	332	610,193
2007-09 Revised Maintenance Level	1,990.9	332	610,193
<b>2009 Policy Non-Comp Changes:</b>			
1. Federal Recession and Stimulus	44.0	0	75,513
Policy -- Non-Comp Total	44.0	0	75,513
Total Policy Changes	44.0	0	75,513
2007-09 Revised Appropriations	2,034.9	332	685,706

*Comments:*

**1. Federal Recession and Stimulus** - As part of the federal American Recovery and Reinvestment Act of 2009, the state is anticipated to receive an additional \$75,513,000 in recession and stimulus federal monies for unemployment in state fiscal year 2009. Funding is provided to the department to meet rising unemployment. (General-Fund Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Dept of Social and Health Services**  
**Children and Family Services**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	2,850.9	669,862	1,163,363
2007-09 Revised Maintenance Level	2,850.9	673,290	1,168,911
<b>2009 Policy Non-Comp Changes:</b>			
1. Supervised Visit	0.0	4,536	4,536
2. Technical corrections	0.0	677	600
3. Federal Stimulus Package - FMAP	0.0	-7,530	0
4. FamLink	0.0	831	1,662
Policy -- Non-Comp Total	0.0	-1,486	6,798
Total Policy Changes	0.0	-1,486	6,798
2007-09 Revised Appropriations	2,850.9	671,804	1,175,709

*Comments:*

**1. Supervised Visit** - One-time funding is provided for increases in the Department's use of contracted service hours for increased court-ordered supervised visits between parents and dependent children. (General Fund-State)

**2. Technical corrections** - Funding amounts for general fund-state and general fund-federal are adjusted to reflect the correct allocations amounts between federal and state for vendor rate reductions. (General Fund-State, General Fund-Federal)

**3. Federal Stimulus Package - FMAP** - As part of the federal American Recovery and Reinvestment Act of 2009, the federal medical assistance percentages (FMAP) are adjusted to increase the federal match of certain social services in Children's Administration. Funding for general-fund state is reduced to reflect the increased federal share. (General Fund-State and General Fund-Federal)

**4. FamLink** - Funding is provided for FamLink contracted deliverables and training costs that were scheduled to be completed in 2008. The funding appropriation is moved from FY 2008 to FY 2009. (General Fund-State, General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Dept of Social and Health Services**  
**Juvenile Rehabilitation**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	1,131.0	218,791	230,446
2007-09 Revised Maintenance Level	1,110.4	216,993	228,491
<b>2009 Policy Non-Comp Changes:</b>			
1. Federal Stimulus Package - FMAP	<u>0.0</u>	<u>-365</u>	<u>0</u>
Policy -- Non-Comp Total	0.0	-365	0
Total Policy Changes	0.0	-365	0
2007-09 Revised Appropriations	<u>1,110.4</u>	<u>216,628</u>	<u>228,491</u>

*Comments:*

**1. Federal Stimulus Package - FMAP** - Funding is provided through the American Recovery and Reinvestment Act (ARRA) of 2009 for an enhanced Federal Medical Assistance Percentages (FMAP) rate.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Dept of Social and Health Services**  
**Mental Health**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	3,121.7	902,411	1,538,251
2007-09 Revised Maintenance Level	3,077.2	904,243	1,547,762
<b>2009 Policy Non-Comp Changes:</b>			
1. Federal Stimulus Package - FMAP	0.0	-13,732	0
2. Stimulus DSH Increase	0.0	-1,495	0
Policy -- Non-Comp Total	0.0	-15,227	0
Total Policy Changes	0.0	-15,227	0
<u>2007-09 Revised Appropriations</u>	<u>3,077.2</u>	<u>889,016</u>	<u>1,547,762</u>

*Comments:*

**1. Federal Stimulus Package - FMAP** - Under the recently-enacted federal fiscal stimulus legislation, the federal medical assistance percentage (FMAP) at which the federal government matches state Medicaid expenditures will increase to 58.3%, from the average of 51.09 percent originally budgeted for FY 2009. This results in reduced state expenditures. (General Fund-State, General Fund-Federal)

**2. Stimulus DSH Increase** - Federal stimulus legislation provides for a temporary increase in disproportionate share hospital (DSH) payments. These will reduce state-fund expenditures at the state psychiatric hospitals. (General Fund-State, General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Dept of Social and Health Services**  
**Developmental Disabilities**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Appropriations	3,433.3	871,743	1,746,109
2007-09 Revised Maintenance Level	3,455.0	881,522	1,765,464
<b>2009 Policy Non-Comp Changes:</b>			
1. Utilization of Residential Services	0.0	1,328	2,133
2. IP Utilization Requirement	0.0	176	423
3. AP Provider Qualifications	0.0	-16	-58
4. Federal Stimulus Package - FMAP	0.0	-34,637	0
5. Federal Stimulus	0.0	0	4,224
Policy -- Non-Comp Total	0.0	-33,149	6,722
Total Policy Changes	0.0	-33,149	6,722
2007-09 Revised Appropriations	3,455.0	848,373	1,772,186

*Comments:*

**1. Utilization of Residential Services** - The costs of residential services that provide instruction and support to people with developmental disabilities in safe community settings have risen due to the increased acuity of clients. Since March 2008, Adult Supported Living, Group Home, and Community Protection service authorizations have been determined by each individual's assessed needs rather than a flat rate, which has increased the number of authorized service hours. (General Fund-State, General Fund-Federal)

**2. IP Utilization Requirement** - The centers for Medicaid and Medicare Services will not allow in-home personal care benefits to be redefined based on client assessment data.

**3. AP Provider Qualifications** - Home care agencies licensed under the Medicaid in-home personal care program will no longer be allowed to employ providers who are family members of their client. Home care agencies are compensated an additional \$5 per hour for activities associated with supervision such as hiring, firing, scheduling, and reviewing and approving hours. Providers who care for clients that are their family members generally do not need the administrative overhead functions of an agency such as scheduling their work day. Agency providers who are family members may continue to care for their client and be compensated for their time by becoming an Individual Provider.

**4. Federal Stimulus Package - FMAP** - The federal medical assistance percentage (FMAP) is the share of the costs of Medicaid services that the federal government bears. The average planned FMAP for FY 2009 was 51.09 percent, and the American Recovery and Reinvestment Act is forecasted to increase FMAP to 58.38 percent. (General Fund-State, General Fund-Federal)

**5. Federal Stimulus** - The recently enacted American Recovery and Reinvestment Act of 2009 provided additional one-time Individuals with Disabilities Education Act (IDEA) part C funding for the state's birth to three programs. (General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Dept of Social and Health Services**  
**Long-Term Care**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	1,214.9	1,413,961	3,004,610
2007-09 Revised Maintenance Level	1,214.9	1,416,061	3,004,019
<b>2009 Policy Non-Comp Changes:</b>			
1. IP Utilization Requirement	0.0	1,700	3,450
2. AP Provider Qualifications	0.0	-72	-261
3. Federal Stimulus Package - FMAP	0.0	-57,359	0
4. Adult Day Health Services	0.0	-473	-1,025
5. Restore Nursing Home Rate Reduction	0.0	1,835	4,409
Policy -- Non-Comp Total	0.0	-54,369	6,573
Total Policy Changes	0.0	-54,369	6,573
2007-09 Revised Appropriations	1,214.9	1,361,692	3,010,592

*Comments:*

**1. IP Utilization Requirement** - Centers for Medicaid and Medicare services will not allow in-home personal care benefits to be redefined based on client assessment data.

**2. AP Provider Qualifications** - Home care agencies licensed under the Medicaid in-home personal care program will no longer be allowed to employ providers who are family members of their client. Home care agencies are compensated an additional \$5 per hour for activities associated with supervision such as hiring, firing, scheduling, and reviewing and approving hours. Providers who care for clients that are their family members generally do not need the administrative overhead functions of an agency such as scheduling their work day. Agency providers who are family members may continue to care for their client and be compensated for their time by becoming an Individual Provider.

**4. Adult Day Health Services** - Savings are realized by only providing funding to support adult day health services, no transportation funding, for in-home clients. (General Fund-State, General Fund-Federal)

**5. Restore Nursing Home Rate Reduction** - Restores approximately 90 percent of the nursing home vendor rate reduction enacted in ESHB 1694 (Chapter 4, Laws of 2009). (General Fund-State, General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Dept of Social and Health Services**  
**Economic Services Administration**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Appropriations	4,287.2	1,055,547	2,257,003
2007-09 Revised Maintenance Level	4,282.5	1,066,392	2,270,669
<b>2009 Policy Non-Comp Changes:</b>			
1. Child Support Stimulus Match	0.0	-6,200	700
2. State Food Assistance Program	0.0	288	288
3. Basic Food Stimulus Funds	0.0	-1,712	1,712
4. TANF Stimulus	0.0	0	33,889
5. Funding for CSD Staff at FQHC	45.3	0	0
6. Food Stamp Employment and Training	6.0	0	4,580
Policy -- Non-Comp Total	51.3	-7,624	41,169
Total Policy Changes	51.3	-7,624	41,169
2007-09 Revised Appropriations	4,333.8	1,058,768	2,311,838

*Comments:*

**1. Child Support Stimulus Match** - Federal funding is provided through the American Recovery and Reinvestment Act (ARRA) of 2009. Funding for competitive incentives relating to the administration of child support programs administered by the federal government is temporarily reinstated. Funds provided for this purpose in the ARRA are available from October 1, 2008 to September 30, 2010.

**2. State Food Assistance Program** - General Fund-State is provided to augment increased state costs related to \$185 million in added food stamp benefits as a result of the federal stimulus. The additional benefits are scheduled to last from April 2009 until September 2010.

**3. Basic Food Stimulus Funds** - As part of the federal American Recovery and Reinvestment Act of 2009, the state is anticipated to receive \$3,424,000 in additional food stamp administration funding in state fiscal year 2009. Funding increases the federal share for basic food administrative expenses. (General Fund-State and General Fund-Federal)

**4. TANF Stimulus** - As part of the federal American Recovery and Reinvestment Act of 2009, the state is anticipated to receive an additional \$33,889,000 in TANF emergency contingency funds. Funding is provided to the department to defray the costs related to rising caseloads. (General Fund-Federal).

**5. Funding for CSD Staff at FQHC** - FTE staff are needed for continued support of outstationed staff in Federally Qualified Health Centers, Disproportionate Share Hospitals, and Indian Health Clinics located across the state.

**6. Food Stamp Employment and Training** - Additional federal expenditure authority and 12 FTE staff are provided to continue implementation of Food Stamp Employment and Training programs.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Dept of Social and Health Services**  
**Alcohol & Substance Abuse**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	100.0	174,610	369,661
2007-09 Revised Maintenance Level	100.0	174,610	379,301
<b>2009 Policy Non-Comp Changes:</b>			
1. Federal Stimulus Package - FMAP	0.0	-2,859	0
2. One-Time General Fund-State Savings	0.0	4,134	0
Policy -- Non-Comp Total	0.0	1,275	0
Total Policy Changes	0.0	1,275	0
2007-09 Revised Appropriations	100.0	175,885	379,301

*Comments:*

**1. Federal Stimulus Package - FMAP** - The federal medical assistance percentage (FMAP) is the share of the costs of Medicaid services that the federal government bears. The average planned FMAP for FY 2009 was 51.09 percent, and the American Recovery and Reinvestment Act is forecasted to increase FMAP to 58.38 percent. (General Fund-State, General Fund-Federal)

**2. One-Time General Fund-State Savings** - Chapter 4, Laws of 2009 (ESHB 1694) directed the Department of Social and Health Services to take a one-time General Fund-State savings of \$19.8 million by utilizing federal grant balances. The Department has determined that it will not be able to take \$4.2 million of that reduction and still provide the level of services required by state law. (General Fund-State, General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Dept of Social and Health Services**  
**Medical Assistance Payments**  
(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Appropriations	1,193.0	3,918,707	8,376,726
2007-09 Revised Maintenance Level	1,193.0	3,990,164	8,477,649
<b>2009 Policy Non-Comp Changes:</b>			
1. Unexpected Caseload Increases	0.0	10,636	25,556
2. Federal Stimulus Package - FMAP	0.0	-193,528	-19,989
3. Adult Day Health Services	0.0	-1,099	-2,640
4. Pharmacy Savings Adjustment	0.0	9,029	20,497
5. Higher FMAP For 133-200% FPL Kids	0.0	-4,383	0
6. ProviderOne Fund Shift	0.0	-453	-2,683
7. ProviderOne Implementation	2.5	156	472
Policy -- Non-Comp Total	2.5	-179,642	21,213
Total Policy Changes	2.5	-179,642	21,213
2007-09 Revised Appropriations	1,195.4	3,810,522	8,498,862

*Comments:*

**1. Unexpected Caseload Increases** - Funding is provided for caseload increases that were not anticipated in the March caseload forecast. (General Fund-State, General Fund-Federal)

**2. Federal Stimulus Package - FMAP** - The federal medical assistance percentage (FMAP) is the share of the costs of Medicaid services that the federal government bears. The average planned FMAP for FY 2009 was 51.09 percent, and the American Recovery and Reinvestment Act is forecasted to increase FMAP to 58.38 percent. (General Fund-State, General Fund-Federal)

**3. Adult Day Health Services** - Transportation for the Adult Day Health Services program is eliminated. (General Fund-State, General Fund-Federal)

**4. Pharmacy Savings Adjustment** - Funding is provided to the Department of Social and Health Services (DSHS) because it cannot achieve the full \$15 million General Fund-State reduction in pharmaceutical costs under Chapter 4, Laws of 2009 (ESHB 1694). DSHS will evaluate pharmacy reimbursement amounts based on Average Wholesale Price (AWP), but DSHS will not reduce reimbursement for single-source brand-name drugs beyond 16 percent less than AWP. (General Fund-State, General Fund-Federal)

**5. Higher FMAP For 133-200% FPL Kids** - The Department of Social and Health Services will receive reimbursement for children in families between 133-200 percent of the federal poverty level at the enhanced federal matching rate under the federal Children's Health Insurance Program Reauthorization Act of 2009. (General Fund-State, General Fund-Federal)

**6. ProviderOne Fund Shift** - Some ProviderOne deliverables originally scheduled for completion in FY 2008 are rescheduled for completion in FY 2010. ProviderOne is the system scheduled to replace the Medicaid Management Information System, the Department of Social and Health Services' primary provider payment system. When fully operational, the system will pay more than 100,000 providers, support the delivery of services to more than one million clients, and manage roughly \$4 billion per year in Medicaid and other payments. (General Fund-State, General Fund-Federal)

**7. ProviderOne Implementation** - Funding is provided to implement ProviderOne. ProviderOne is the system scheduled to replace the Medicaid Management Information System, the Department of Social and Health Services' primary provider payment system. When fully operational, the system will pay more than 100,000 providers, support the delivery of services to more than one million clients, and manage roughly \$4 billion per year in Medicaid and other payments. New business processes that will commence upon the implementation of ProviderOne in FY 2009 require additional FTE staff and funding. (General Fund-State, General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Dept of Social and Health Services**  
**Vocational Rehabilitation**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	344.4	19,841	117,791
2007-09 Revised Maintenance Level	344.4	19,829	117,766
<b>2009 Policy Non-Comp Changes:</b>			
1. Federal Stimulus	<u>0.0</u>	<u>0</u>	<u>4,559</u>
Policy -- Non-Comp Total	0.0	0	4,559
Total Policy Changes	0.0	0	4,559
2007-09 Revised Appropriations	<u>344.4</u>	<u>19,829</u>	<u>122,325</u>

*Comments:*

**1. Federal Stimulus** - The federal American Recovery and Reinvestment Act of 2009 provides increased federal funding for vocational rehabilitation and independent living services. (General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Dept of Social and Health Services**  
**Special Commitment Center**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	481.9	104,722	104,722
2007-09 Revised Maintenance Level	476.3	103,984	103,984
2007-09 Revised Appropriations	476.3	103,984	103,984

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**

**Dept of Social and Health Services**

**Payments to Other Agencies**

(Dollars in Thousands)

	FTEs	Proposed House Striker Near GF-S	Total
2007-09 Appropriations	0.0	111,625	164,927
2007-09 Revised Maintenance Level	0.0	112,799	166,569
<b>2009 Policy Non-Comp Changes:</b>			
1. Federal Stimulus Package - FMAP	0.0	-94	0
Policy -- Non-Comp Total	0.0	-94	0
Total Policy Changes	0.0	-94	0
2007-09 Revised Appropriations	0.0	112,705	166,569

*Comments:*

**1. Federal Stimulus Package - FMAP** - The recently enacted American Recovery and Reinvestment Act of 2009 will increase the state's Federal Medicaid Assistance Percentage (FMAP). These funds will reduce state contributions for FMAP programs throughout DSHS. This item adjust the base budget for the increase in FMAP. (General Fund-State, General Fund-Federal)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Columbia River Gorge Commission**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	11.4	1,033	2,086
2007-09 Revised Maintenance Level	11.4	1,033	2,086
<b>2009 Policy Non-Comp Changes:</b>			
1. Reduced Planning	<u>0.0</u>	<u>0</u>	<u>-27</u>
Policy -- Non-Comp Total	0.0	0	-27
Total Policy Changes	0.0	0	-27
2007-09 Revised Appropriations	11.4	1,033	2,059

*Comments:*

**1. Reduced Planning** - Via ESHB 1694, planning staff was reduced from 3.5 FTE to 2.5 FTE, which impacts the staff resources available to perform current planning and enforcement, to make continued progress on the Vital Signs Indicators Project (a project measuring the conditions of the Gorge), and to process the urban area boundary revision request from Hood River County. The corresponding reduction in General Fund-Local is now incorporated.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)****Department of Ecology**

(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	1,600.2	127,487	462,236
2007-09 Revised Maintenance Level	1,600.2	127,500	457,439
<b>2009 Policy Non-Comp Changes:</b>			
1. Hanford Tank Waste Litigation	0.0	0	700
2. Bertrand Creek Watershed Reduction	0.0	-200	-200
Policy -- Non-Comp Total	0.0	-200	500
Total Policy Changes	0.0	-200	500
2007-09 Revised Appropriations	1,600.2	127,300	457,939

*Comments:*

**1. Hanford Tank Waste Litigation** - The U.S. Department of Energy (USDOE) has missed Hanford cleanup milestones, the largest being startup of the Hanford Waste Treatment Plant (originally required to begin treatment operations in 2011 and now delayed until 2019 at the earliest). Washington State has tried to negotiate binding commitments from USDOE to address these delays, but the negotiations have not been successful. As a result, the state filed a federal lawsuit to compel USDOE to meet new cleanup deadlines. One-time funding is provided for legal services from the Attorney General's Office needed to pursue litigation related to the cleanup at the Hanford Nuclear Reservation. (State Toxics Control Account-State)

**2. Bertrand Creek Watershed Reduction** - Funding was provided during the 2007 legislative session for work in the Bertrand Creek Watershed Improvement District, in the Nooksack basin. The sum of \$200,000 will be unspent, and is removed for the 2007-09 biennium.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**State Parks and Recreation Comm**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	754.0	94,520	147,124
2007-09 Revised Maintenance Level	754.0	94,525	148,379
2007-09 Revised Appropriations	754.0	94,525	148,379

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Dept of Fish and Wildlife**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	1,548.9	106,131	342,971
2007-09 Revised Maintenance Level	1,548.9	106,163	342,711
2007-09 Revised Appropriations	1,548.9	106,163	342,711

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2007-09 Revised Omnibus Operating Budget (2009 Supp)****Department of Natural Resources**

(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	1,501.4	101,719	386,858
2007-09 Revised Maintenance Level	1,501.4	101,719	386,945
<b>2009 Policy Non-Comp Changes:</b>			
1. Skagit County Settlement	0.0	0	750
2. Emergency Fire Suppression	0.0	16,750	16,750
3. Northern Spotted Owl Settlement	0.0	275	275
Policy -- Non-Comp Total	0.0	17,025	17,775
Total Policy Changes	0.0	17,025	17,775
2007-09 Revised Appropriations	1,501.4	118,744	404,720

*Comments:*

**1. Skagit County Settlement** - One-time funding is provided pursuant to a legal settlement with Skagit County concerning the Lake Whatcom Landscape Plan and the Department's fiduciary duties to trust beneficiaries. (Resource Management Cost Account-State)

**2. Emergency Fire Suppression** - One-time funding is provided for FY 2009 fire suppression costs in excess of the Department's existing fire suppression appropriation.

**3. Northern Spotted Owl Settlement** - One-time funding is provided to implement a settlement agreement between the Department, the Seattle and Kittitas Audubon Societies, the Washington Forest Protection Association, and the American Forest and Paper Association that supports recovery of Washington's northern spotted owl population through voluntary, incentive-driven actions of landowners.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Washington State Patrol**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	563.1	78,901	118,738
2007-09 Revised Maintenance Level	563.1	78,960	118,798
<b>2009 Policy Non-Comp Changes:</b>			
1. Fire Mobilizations	0.0	3,895	3,895
Policy -- Non-Comp Total	0.0	3,895	3,895
Total Policy Changes	0.0	3,895	3,895
2007-09 Revised Appropriations	563.1	82,855	122,693

*Comments:*

**1. Fire Mobilizations** - Funding is provided for fire mobilization expenses that were covered by the Washington State Patrol's (WSP) General Fund-State appropriation. Fire mobilization costs were incurred in excess of the entire 2007-09 Disaster Response Account allocation. The WSP has a statutory requirement to reimburse local jurisdictions, other state agencies, and volunteer firefighters for their work in fighting wildfires in Washington.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Public Schools**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	291.2	13,604,294	15,150,344
2007-09 Revised Maintenance Level	291.2	13,659,765	15,215,007
<b>2009 Policy Non-Comp Changes:</b>			
1.    Fiscal Stabilization	<u>0.0</u>	<u>-362,000</u>	<u>0</u>
Policy -- Non-Comp Total	0.0	-362,000	0
<b>2009 Policy Comp Changes:</b>			
2.    Federal Assessment Funding	<u>0.0</u>	<u>0</u>	<u>1,200</u>
Policy -- Comp Total	0.0	0	1,200
Total Policy Changes	0.0	-362,000	1,200
2007-09 Revised Appropriations	<u>291.2</u>	<u>13,297,765</u>	<u>15,216,207</u>

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Public Schools**  
**OSPI & Statewide Programs**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	240.4	75,049	156,840
2007-09 Revised Maintenance Level	240.4	75,152	158,243
2007-09 Revised Appropriations	240.4	75,152	158,243

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Public Schools**  
**General Apportionment**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	0.0	9,265,714	9,265,714
2007-09 Revised Maintenance Level	0.0	9,298,149	9,298,149
2007-09 Revised Appropriations	0.0	9,298,149	9,298,149

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Public Schools**  
**Pupil Transportation**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	0.0	574,919	574,919
2007-09 Revised Maintenance Level	0.0	589,908	589,908
2007-09 Revised Appropriations	0.0	589,908	589,908

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Public Schools**  
**Special Education**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	1.5	1,139,955	1,575,647
2007-09 Revised Maintenance Level	1.5	1,138,342	1,577,194
<u>2007-09 Revised Appropriations</u>	<u>1.5</u>	<u>1,138,342</u>	<u>1,577,194</u>

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Public Schools**  
**Levy Equalization**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	0.0	423,655	423,655
2007-09 Revised Maintenance Level	0.0	428,069	428,069
2007-09 Revised Appropriations	0.0	428,069	428,069

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Public Schools**  
**Institutional Education**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	0.0	38,869	38,869
2007-09 Revised Maintenance Level	0.0	40,769	40,769
<u>2007-09 Revised Appropriations</u>	<u>0.0</u>	<u>40,769</u>	<u>40,769</u>

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Public Schools**  
**Ed of Highly Capable Students**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	0.0	17,171	17,171
2007-09 Revised Maintenance Level	0.0	17,159	17,159
2007-09 Revised Appropriations	0.0	17,159	17,159

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Public Schools**  
**Education Reform**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	49.3	268,798	422,327
2007-09 Revised Maintenance Level	49.3	268,825	427,085
<b>2009 Policy Comp Changes:</b>			
1. Federal Assessment Funding	<u>0.0</u>	<u>0</u>	<u>1,200</u>
Policy -- Comp Total	0.0	0	1,200
Total Policy Changes	0.0	0	1,200
2007-09 Revised Appropriations	49.3	268,825	428,285

*Comments:*

**1. Federal Assessment Funding** - Funding is provided to provide additional federal appropriations expenditure authority to the Office of the Superintendent of Public Instruction for fiscal year 2009.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Public Schools**  
**Transitional Bilingual Instruction**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	0.0	135,155	180,398
2007-09 Revised Maintenance Level	0.0	134,519	179,762
2007-09 Revised Appropriations	0.0	134,519	179,762

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Public Schools**  
**Learning Assistance Program (LAP)**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	0.0	198,988	559,648
2007-09 Revised Maintenance Level	0.0	200,602	561,262
<u>2007-09 Revised Appropriations</u>	<u>0.0</u>	<u>200,602</u>	<u>561,262</u>

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Public Schools**  
**Compensation Adjustments**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	0.0	566,508	566,783
2007-09 Revised Maintenance Level	0.0	568,758	569,034
<u>2007-09 Revised Appropriations</u>	<u>0.0</u>	<u>568,758</u>	<u>569,034</u>

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Higher Education Coordinating Board**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	105.8	473,513	516,546
2007-09 Revised Maintenance Level	105.8	473,513	516,546
<b>2009 Policy Non-Comp Changes:</b>			
1. College Passport Under-expenditure	<u>0.0</u>	<u>-1,600</u>	<u>-1,600</u>
Policy -- Non-Comp Total	0.0	-1,600	-1,600
Total Policy Changes	0.0	-1,600	-1,600
2007-09 Revised Appropriations	<u>105.8</u>	<u>471,913</u>	<u>514,946</u>

*Comments:*

**1. College Passport Under-expenditure** - The Passport to College Promise is a new program that provides grants, counseling, and other support services to former foster care recipients who enroll in a Washington college or university. This item adjusts first year funding to correspond to actual estimated expenditures.

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**University of Washington**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	19,943.4	775,634	4,060,594
2007-09 Revised Maintenance Level	19,943.4	775,634	4,060,644
2007-09 Revised Appropriations	19,943.4	775,634	4,060,644

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Central Washington University**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	1,223.8	113,512	248,919
2007-09 Revised Maintenance Level	1,223.8	113,512	248,919
<b>2009 Policy Comp Changes:</b>			
1. PSE Agreement Adjustment	0.0	3	3
Policy -- Comp Total	0.0	3	3
Total Policy Changes	0.0	3	3
2007-09 Revised Appropriations	1,223.8	113,515	248,922

*Comments:*

**1. PSE Agreement Adjustment** - Funding is provided in accordance with the collective bargaining agreement between Central Washington University and the Public School Employees bargaining unit. Funds provided in the 2008 Supplemental Budget allowed most members to receive their 2.0 percent Fiscal Year 2009 general wage adjustment in July 2008, as provided for other represented employees, rather than in September. A new unit was certified by the Public Employment Relations Commission after initial fiscal estimates were complete. This funding makes the necessary adjustment to ensure that all members of the unit are treated the same.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**State School for the Blind**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	86.0	12,038	13,599
2007-09 Revised Maintenance Level	86.0	12,095	13,656
<b>2009 Policy Non-Comp Changes:</b>			
1. Weekend Supervision	<u>0.0</u>	<u>9</u>	<u>9</u>
Policy -- Non-Comp Total	0.0	9	9
Total Policy Changes	0.0	9	9
2007-09 Revised Appropriations	<u>86.0</u>	<u>12,104</u>	<u>13,665</u>

*Comments:*

**1. Weekend Supervision** - Additional funds are provided for housing of students during the January floods. The School was unable to transport students to their homes due to the closure of Interstate 5, and the students remained housed at the school over the weekend incurring unexpected costs.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**State School for the Deaf**  
 (Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	111.2	17,622	17,938
2007-09 Revised Maintenance Level	111.2	17,647	17,963
<b>2009 Policy Non-Comp Changes:</b>			
1. Weekend Supervision	<u>0.0</u>	<u>3</u>	<u>3</u>
Policy -- Non-Comp Total	0.0	3	3
Total Policy Changes	0.0	3	3
2007-09 Revised Appropriations	<u>111.2</u>	<u>17,650</u>	<u>17,966</u>

*Comments:*

**1. Weekend Supervision** - Additional funds are provided for housing of students during the January floods. The School was unable to transport students to their homes due to the closure of Interstate 5, and the students remained housed at the school over the weekend incurring unexpected costs.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Department of Early Learning**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	211.2	131,482	325,254
2007-09 Revised Maintenance Level	208.7	131,482	325,254
<b>2009 Policy Non-Comp Changes:</b>			
1.    CCDF Stimulus	<u>0.0</u>	<u>0</u>	<u>8,500</u>
Policy -- Non-Comp Total	0.0	0	8,500
Total Policy Changes	0.0	0	8,500
<u>2007-09 Revised Appropriations</u>	<u>208.7</u>	<u>131,482</u>	<u>333,754</u>

*Comments:*

**1. CCDF Stimulus** - In the American Recovery and Reinvestment Act (ARRA) of 2009, the federal government provided additional funds under the Child Care Development Block Grant (CCDBG). Funds are to be expended within current CCDBG guidelines.

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Washington State Arts Commission**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	17.6	5,002	6,568
2007-09 Revised Maintenance Level	17.6	5,002	6,684
<b>2009 Policy Non-Comp Changes:</b>			
1. Federal Spending Authority	0.0	0	20
2. Reduce Local Arts Org Funding	0.0	-20	-20
Policy -- Non-Comp Total	0.0	-20	0
Total Policy Changes	0.0	-20	0
2007-09 Revised Appropriations	17.6	4,982	6,684

*Comments:*

**1. Federal Spending Authority** - Funding is provided to increase federal expenditure authority due availability of federal stimulus grant funds through the National Endowment for the Arts (NEA). Funds must be used for subgranting to eligible nonprofit organizations. These special, one-time subgrants to organizations must be used for supporting jobs that have been reduced or lost as a result of the current economic climate. The agency must apply for these grants, which do not require a state match. (General Fund-Federal)

**2. Reduce Local Arts Org Funding** - Funding for local arts organization funding is reduced. This activity provides grant awards to organizations provide financial support by leveraging additional funding, reducing admission prices, and expanding public access to arts programs.

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Bond Retirement and Interest**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	0.0	1,575,674	1,763,731
2007-09 Revised Maintenance Level	0.0	1,569,575	1,757,874
2007-09 Revised Appropriations	0.0	1,569,575	1,757,874

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Special Approps to the Governor**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	95.1	160,793	223,896
2007-09 Revised Maintenance Level	95.1	160,793	220,957
<b>2009 Policy Non-Comp Changes:</b>			
1. Fire Contingency	0.0	1,000	2,000
2. Election Acct/Help America Vote Act	0.0	228	228
3. Capitol Building Construction Acct	0.0	5,512	5,512
4. Clarke-McNary Acct-Fire Suppression	0.0	1,353	1,353
5. Oil Spill Prevention Account	0.0	6,500	6,500
6. Extraordinary Criminal Justice	0.0	500	500
Policy -- Non-Comp Total	0.0	15,093	16,093
Total Policy Changes	0.0	15,093	16,093
2007-09 Revised Appropriations	95.1	175,886	237,050

*Comments:*

**1. Fire Contingency** - Supplemental funding is provided for state fire service resource mobilization costs. (General Fund-State, Disaster Response Account-State)

**2. Election Acct/Help America Vote Act** - Funds are provided from the General Fund--State to meet the five percent matching requirements for federal Help America Vote Act (HAVA) funding. This appropriation is for deposit to the Election Account--State and will qualify the state for \$4.3 million in federal HAVA funding for state and local election efforts.

**3. Capitol Building Construction Acct** - State general funds are deposited to the Capitol Building Construction Account for purposes of state debt service payments. Timber sales, which are the primary source of revenues for this account, have decreased this biennium and are not providing sufficient revenues to cover the debt service.

**4. Clarke-McNary Acct-Fire Suppression** - State general fund appropriations are made for expenditure into the Clarke-McNary Account for fire suppression purposes.

**5. Oil Spill Prevention Account** - State general funds are appropriated for deposit to the Oil Spill Prevention Account.

**6. Extraordinary Criminal Justice** - Funding is provided for counties that have experienced extraordinary criminal justice costs for lengthy and complicated trials. Funding is provided to reimburse Franklin County (\$87,000), Skagit County (\$13,000), Yakima County (\$15,000), Spokane County (\$99,000), and King County (\$286,000).

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

**2007-09 Revised Omnibus Operating Budget (2009 Supp)**

**Sundry Claims**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	0.0	88	88
2007-09 Revised Maintenance Level	0.0	88	88
<b>2009 Policy Non-Comp Changes:</b>			
1. Self-Defense Claims	0.0	195	195
2. Wildlife Damage Claims	0.0	0	12
Policy -- Non-Comp Total	0.0	195	207
Total Policy Changes	0.0	195	207
2007-09 Revised Appropriations	0.0	283	295

*Comments:*

- 1. Self-Defense Claims** - On the recommendation of the Office of Risk Management, payment is made under RCW 9A.16.110 for claims for reimbursement of legal costs and other expenses of criminal defendants acquitted on the basis of self-defense.
- 2. Wildlife Damage Claims** - On the recommendation of the Office of Risk Management, payment is made under RCW 77.12.280 for claims for damages to agricultural crops by wildlife. (State Wildlife Account-State)

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA



**2007-09 Revised Omnibus Operating Budget (2009 Supp)**  
**Contributions to Retirement Systems**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>Proposed House Striker Near GF-S</b>	<b>Total</b>
2007-09 Appropriations	0.0	116,400	116,400
2007-09 Revised Maintenance Level	0.0	117,122	117,122
2007-09 Revised Appropriations	0.0	117,122	117,122

*Comments:*

\* Near General Fund-State = GF-S + EJA + ELT + HSA + PFSA + PSEA + SAF + VRDE + WQA

2009

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Washington State House of Representatives  
Office of Program Research