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2004 Supplemental Omnibus Operating Budget

(Dollars in Thousands)

March 10, 2004

8:07 pm

	Conf. Proposal		As Passed House		As Passed Senate	
	GF-S	Total	GF-S	Total	GF-S	Total
Legislative	625	625	2,123	2,173	625	625
Judicial	1,044	5,477	996	5,518	1,138	5,571
Governmental Operations	2,548	257,348	4,377	260,595	-2,367	251,801
Other Human Services	77,104	131,543	82,686	136,581	77,654	133,815
DSHS	-76,311	104,604	-24,907	171,890	-69,172	108,415
Natural Resources	35,917	45,024	35,594	43,894	31,921	38,383
Transportation	392	1,543	89	2,096	74	949
Public Schools	60,238	99,634	67,706	99,651	54,326	85,404
Higher Education	32,227	35,741	41,775	45,789	12,489	16,503
Special Appropriations	-12,277	-9,920	13,755	23,894	-27,275	-28,218
Total Budget Bill	121,507	671,619	224,194	792,081	79,413	613,248
Appropriations in Other Legislation	23,955	45,802	950	950	0	0
Statewide Total	145,462	717,421	225,144	793,031	79,413	613,248

2004 Supplemental Omnibus Operating Budget

(Dollars in Thousands)

March 10, 2004

8:07 pm

	Conf. Proposal GF-S	Total	As Passed House GF-S	Total	As Passed Senate GF-S	Total
Legislative						
House of Representatives	75	75	75	75	75	75
Senate	75	75	75	75	75	75
Jt Leg Audit & Review Committee	525	525	623	673	475	475
LEAP Committee	-50	-50	-50	-50	0	0
Joint Legislative Systems Comm	0	0	1,400	1,400	0	0
Total Legislative	625	625	2,123	2,173	625	625
Judicial						
Supreme Court	68	68	68	68	115	115
State Law Library	4	4	4	4	4	4
Court of Appeals	197	197	149	149	244	244
Office of Administrator for Courts	775	4,820	775	4,909	775	4,820
Office of Public Defense	0	388	0	388	0	388
Total Judicial	1,044	5,477	996	5,518	1,138	5,571
Total Legislative/Judicial	1,669	6,102	3,119	7,691	1,763	6,196

2004 Supplemental Omnibus Operating Budget

(Dollars in Thousands)

March 10, 2004

8:07 pm

	Conf. Proposal GF-S	Total	As Passed House GF-S	Total	As Passed Senate GF-S	Total
Governmental Operations						
Office of the Governor	235	235	335	335	235	235
Office of the Secretary of State	-6,038	19,906	-5,458	20,486	-6,038	19,906
Office of the State Treasurer	0	314	0	314	0	314
Office of the State Auditor	100	100	0	0	100	100
Comm Salaries for Elected Officials	64	64	64	64	64	64
Office of the Attorney General	345	1,881	428	2,101	345	2,567
Caseload Forecast Council	63	63	63	63	62	62
Dept Community, Trade, Econ Dev	6,111	39,006	7,009	39,793	1,687	33,697
Office of Financial Management	432	17,856	1,276	18,700	140	17,684
Office of Administrative Hearings	0	2,364	0	2,364	0	2,364
Department of Retirement Systems	0	731	0	731	0	414
Public Printer	0	66,000	0	66,000	0	66,000
Department of Revenue	120	256	325	461	0	0
Board of Tax Appeals	90	90	0	0	90	90
Dept of General Administration	0	2,646	0	2,209	0	2,646
Department of Information Services	650	1,100	0	450	0	0
Office of Insurance Commissioner	0	902	0	902	0	902
WA State Liquor Control Board	0	1,461	0	1,951	0	1,076
Utilities and Transportation Comm	0	786	0	982	0	786
Military Department	335	100,657	335	101,800	335	100,657
Public Employment Relations Comm	41	41	0	0	0	0
LEOFF 2 Retirement Board	0	889	0	889	0	889
Archaeology & Historic Preservation	0	0	0	0	613	1,348
Total Governmental Operations	2,548	257,348	4,377	260,595	-2,367	251,801

2004 Supplemental Omnibus Operating Budget

(Dollars in Thousands)

March 10, 2004

8:07 pm

	Conf. Proposal GF-S	Total	As Passed House GF-S	Total	As Passed Senate GF-S	Total
Other Human Services						
WA State Health Care Authority	0	4,361	5,050	7,606	0	2,011
Bd of Industrial Insurance Appeals	0	0	0	0	0	2,357
Criminal Justice Training Comm	0	75	0	50	75	75
Department of Labor and Industries	285	1,143	577	1,435	285	3,151
Home Care Quality Authority	160	160	160	160	930	930
Department of Health	-168	49,487	-139	50,337	-393	49,495
Department of Veterans' Affairs	75	233	75	233	75	233
Department of Corrections	76,752	72,096	76,963	72,307	76,682	72,026
Department of Employment Security	0	3,988	0	4,453	0	3,537
Total Other Human Services	77,104	131,543	82,686	136,581	77,654	133,815

2004 Supplemental Omnibus Operating Budget

(Dollars in Thousands)

March 10, 2004

8:07 pm

	Conf. Proposal GF-S	Total	As Passed House GF-S	Total	As Passed Senate GF-S	Total
DSHS						
Children and Family Services	-14,819	-14,576	-14,071	-12,608	-15,592	-15,580
Juvenile Rehabilitation	-3,865	-9,667	-3,645	-9,447	-1,621	-1,931
Mental Health	-16,299	20,267	-3,536	19,599	-16,477	19,926
Developmental Disabilities	-9,331	10,827	-11,959	5,293	-9,708	9,903
Long-Term Care	-26,148	-1,409	-12,717	25,104	-23,417	4,981
Economic Services Administration	68,141	67,140	69,244	67,469	59,924	58,896
Alcohol & Substance Abuse	540	4,213	1,940	4,713	-260	3,213
Medical Assistance Payments	-82,544	4,152	-57,619	48,832	-90,937	-31,907
Vocational Rehabilitation	-19	873	-19	873	-19	873
Administration/Support Svcs	5,108	18,532	4,550	17,810	2,852	10,784
Payments to Other Agencies	2,925	4,252	2,925	4,252	2,925	4,252
Homecare Collective Bargain Agree	0	0	0	0	23,158	45,005
Total DSHS	-76,311	104,604	-24,907	171,890	-69,172	108,415
Total Human Services	793	236,147	57,779	308,471	8,482	242,230

2004 Supplemental Omnibus Operating Budget
(Dollars in Thousands)

March 10, 2004
8:07 pm

	Conf. Proposal GF-S	Total	As Passed House GF-S	Total	As Passed Senate GF-S	Total
Natural Resources						
Department of Ecology	5,012	6,705	5,347	8,572	3,823	6,209
WA Pollution Liab Insurance Program	0	0	0	2	0	0
State Parks and Recreation Comm	87	1,049	87	1,049	87	1,049
Interagency Comm for Outdoor Rec	125	250	225	350	315	440
Environmental Hearings Office	49	49	49	49	49	49
State Conservation Commission	0	250	0	250	0	0
Dept of Fish and Wildlife	552	2,157	462	2,137	470	1,712
Department of Natural Resources	26,203	30,358	24,985	26,729	24,893	26,408
Department of Agriculture	3,889	4,206	4,439	4,756	2,284	2,516
Total Natural Resources	35,917	45,024	35,594	43,894	31,921	38,383

2004 Supplemental Omnibus Operating Budget
(Dollars in Thousands)

March 10, 2004
8:07 pm

	Conf. Proposal GF-S	Total	As Passed House GF-S	Total	As Passed Senate GF-S	Total
Transportation						
Washington State Patrol	0	1,581	0	1,581	0	1,305
Department of Licensing	392	-38	89	515	74	-356
Total Transportation	392	1,543	89	2,096	74	949

2004 Supplemental Omnibus Operating Budget
(Dollars in Thousands)

March 10, 2004
8:07 pm

	Conf. Proposal GF-S	Total	As Passed House GF-S	Total	As Passed Senate GF-S	Total
Public Schools						
OSPI & Statewide Programs	484	6,782	1,182	7,480	1,714	8,012
General Apportionment	19,880	19,880	19,479	19,479	19,687	19,687
Pupil Transportation	23,436	23,436	23,436	23,436	23,436	23,436
School Food Services	0	-19,941	0	-19,941	0	-19,941
Special Education	665	17,478	1,626	17,478	1,604	17,455
Traffic Safety Education	0	0	0	831	0	0
Educational Service Districts	1	1	1	1	0	0
Levy Equalization	-682	-682	-4,315	-4,315	1,602	1,602
Elementary/Secondary School Improv	0	-3,381	0	-3,381	0	-3,381
Institutional Education	-1,305	-1,305	-1,305	-1,305	-1,306	-1,306
Ed of Highly Capable Students	41	41	41	41	40	40
Student Achievement Program	0	11,439	0	4,157	0	4,157
Education Reform	1,359	37,044	1,745	37,380	663	36,348
Transitional Bilingual Instruction	2,875	1,110	2,875	1,110	2,871	1,106
Learning Assistance Program (LAP)	-2,141	-7,997	-2,141	-7,997	-2,143	-7,999
Compensation Adjustments	15,625	15,729	25,082	25,197	6,158	6,188
Total Public Schools	60,238	99,634	67,706	99,651	54,326	85,404

2004 Supplemental Omnibus Operating Budget
(Dollars in Thousands)

March 10, 2004
8:07 pm

	Conf. Proposal GF-S	Total	As Passed House GF-S	Total	As Passed Senate GF-S	Total
Higher Education						
Higher Education Coordinating Board	12,848	12,862	14,013	16,027	9,722	9,736
University of Washington	6,084	6,084	6,284	6,284	2,475	2,475
Washington State University	1,093	1,093	2,197	2,197	0	0
Eastern Washington University	437	437	550	550	0	0
Central Washington University	900	900	987	987	223	223
The Evergreen State College	442	442	271	271	180	180
Western Washington University	590	590	710	710	0	0
Community/Technical College System	9,833	13,333	16,763	18,763	-111	3,889
Total Higher Education	32,227	35,741	41,775	45,789	12,489	16,503
Total Education	92,465	135,375	109,481	145,440	66,815	101,907

2004 Supplemental Omnibus Operating Budget
(Dollars in Thousands)

March 10, 2004
8:07 pm

	Conf. Proposal GF-S	Total	As Passed House GF-S	Total	As Passed Senate GF-S	Total
Special Appropriations						
Bond Retirement and Interest	-12,348	-645	-12,348	-645	-12,348	-645
Special Approps to the Governor	5,337	795	20,897	16,505	-8,414	-12,986
Sundry Claims	64	94	61	91	61	91
State Employee Compensation Adjust	-4,820	-9,654	5,655	8,453	-6,074	-14,178
Contributions to Retirement Systems	-510	-510	-510	-510	-500	-500
Total Special Appropriations	-12,277	-9,920	13,755	23,894	-27,275	-28,218

2003-05 Revised Omnibus Operating Budget (2004 Supp)
House of Representatives
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	56,342	45	56,387	56,342	45	56,387	56,342	45	56,387
2004 Policy Changes:									
1. National Conference of Legislatures	75	0	75	75	0	75	75	0	75
Total Policy Changes	75	0	75	75	0	75	75	0	75
2003-05 Revised Appropriations	56,417	45	56,462	56,417	45	56,462	56,417	45	56,462
Difference from Original Appropriations	75	0	75	75	0	75	75	0	75
% Change from Original Appropriations	0.1%	0.0%	0.1%	0.1%	0.0%	0.1%	0.1%	0.0%	0.1%

Comments:

1. National Conference of Legislatures - One-time start-up funding is provided for costs associated with the Legislature's hosting of the 2005 National Conference of State Legislatures in Seattle. This amount will be repaid from sponsorship revenue.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Senate
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	45,174	45	45,219	45,174	45	45,219	45,174	45	45,219
2004 Policy Changes:									
1. National Conference of Legislatures	75	0	75	75	0	75	75	0	75
Total Policy Changes	75	0	75	75	0	75	75	0	75
2003-05 Revised Appropriations	45,249	45	45,294	45,249	45	45,294	45,249	45	45,294
Difference from Original Appropriations	75	0	75	75	0	75	75	0	75
% Change from Original Appropriations	0.2%	0.0%	0.2%	0.2%	0.0%	0.2%	0.2%	0.0%	0.2%

Comments:

1. National Conference of Legislatures - One-time start-up funding is provided for costs associated with the Legislature's hosting of the 2005 National Conference of State Legislatures in Seattle. This amount will be repaid from sponsorship revenue.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Joint Legislative Audit & Review Committee
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	3,344	0	3,344	3,344	0	3,344	3,344	0	3,344
2004 Policy Changes:									
1. Basic Health Plan Studies	0	0	0	0	0	0	100	0	100
2. Developmental Disability Prevalence	50	0	50	50	0	50	0	0	0
3. Fire Suppression Policy Study	150	0	150	150	0	150	0	0	0
4. Gambling Revenue Distribution Study	25	0	25	0	0	0	25	0	25
5. Tax Preferences (ESHB 1869)	0	0	0	250	0	250	0	0	0
6. High School Voc Centers (EHB 3094)	0	0	0	21	0	21	0	0	0
7. Govt Accountability (3ESHB 1053)	150	0	150	152	0	152	0	0	0
8. Contractor Licensing Study	25	0	25	0	0	0	25	0	25
9. Forest Fire Studies	0	0	0	0	0	0	150	0	150
10. WASL Study	0	0	0	0	0	0	50	0	50
11. Alternative Learning Study	100	0	100	0	0	0	0	0	0
12. Bus Replacement Study	25	0	25	0	0	0	0	0	0
13. Title II School District Spending	0	0	0	0	50	50	0	0	0
14. State Institutions Impact Study	0	0	0	0	0	0	125	0	125
Total Policy Changes	525	0	525	623	50	673	475	0	475
2003-05 Revised Appropriations	3,869	0	3,869	3,967	50	4,017	3,819	0	3,819
Difference from Original Appropriations	525	0	525	623	50	673	475	0	475
% Change from Original Appropriations	15.7%	0.0%	15.7%	18.6%	0.0%	20.1%	14.2%	0.0%	14.2%

Comments:

2. Developmental Disability Prevalence - Funding is provided for a study of the prevalence of developmental disabilities.

3. Fire Suppression Policy Study - Expenditures charged for direct fire suppression costs have averaged \$31.0 million per year for the past three years. During the ten years prior to this period, fire suppression costs averaged \$11.0 million per year and only once exceeded \$20.0 million. Although forest health issues may be contributing to the higher cost of fire suppression, it is not likely to explain such a sudden increase. Funding is provided for a program performance audit of the policies and practices of the state wildfire suppression program.

4. Gambling Revenue Distribution Study - Funding is provided for a study of current distributions of gambling revenues in Washington and other states.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Joint Legislative Audit & Review Committee

7. Govt Accountability (3ESHB 1053) - Funding is provided for Third Engrossed Substitute House Bill 1053 (government accountability).

8. Contractor Licensing Study - One-time funding is provided for a study of the licensing and testing requirements for heating, ventilation, and air conditioning contractors.

11. Alternative Learning Study - Funding is provided for the Joint Legislative Audit and Review Committee (JLARC) and the State Auditor's office to conduct a legal and financial review of alternative learning experience programs. The topics for review include: (1) the numbers of students served, variations in program types, and funding patterns for alternative learning experience programs, including digital curriculum and online courses; (2) the adequacy of current rules, regulations, and procedures to safeguard against the misuse of public resources based on any deficiencies identified in state auditor's audit of alternative learning experience programs due to be completed in May 2004; (3) identification of policy and administrative options to address and correct such identified deficiencies; and (4) the potential fiscal impacts of any proposed options for changes to alternative learning experience programs. JLARC will submit an interim report of their finding and recommendations by February 1, 2005 and a final report will by July 1, 2005.

12. Bus Replacement Study - Funding is provided for the Joint Legislative Audit and Review Committee (JLARC) to study current and potential methods of bidding and purchasing school buses for home-to-school transportation. The purpose of the study is to recommend methods and systems for obtaining competitive prices for state reimbursement purposes and for district purchasing purposes while at the same time allowing local school district control over decisions concerning the management of pupil transportation systems and the make up of bus fleets. The study shall examine bidding and purchasing methods and procedures used in other states and compare the results of those methods with the results of current and past methods employed by OSPI, purchasing organizations and school districts in this state. A preliminary report, including recommendations, shall be available by December 2004.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Legislative Evaluation & Accountability Program
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	3,455	0	3,455	3,455	0	3,455	3,455	0	3,455
2004 Policy Changes:									
1. Regional Cost of Living Index	<u>-50</u>	<u>0</u>	<u>-50</u>	<u>-50</u>	<u>0</u>	<u>-50</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Policy Changes	-50	0	-50	-50	0	-50	0	0	0
2003-05 Revised Appropriations	3,405	0	3,405	3,405	0	3,405	3,455	0	3,455
Difference from Original Appropriations	-50	0	-50	-50	0	-50	0	0	0
% Change from Original Appropriations	-1.4%	0.0%	-1.4%	-1.4%	0.0%	-1.4%	0.0%	0.0%	0.0%

Comments:

1. Regional Cost of Living Index - Funding provided in the 2003-05 biennial budget for the Committee to develop a regional cost-of-living index for each region served by an Educational Service District of the K-12 system is removed. Instead, the Joint Task Force on K-12 Finance, created pursuant to Engrossed Substitute House Bill 2955, may take into consideration regional cost-of-living differences as it designs alternative compensation models.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Joint Legislative Systems Committee
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	13,507	1,813	15,320	13,507	1,813	15,320	13,507	1,813	15,320
2004 Policy Changes:									
1. Leg. Network Equip. Wiring Closets	0	0	0	410	0	410	0	0	0
2. Legislative Audio System	0	0	0	300	0	300	0	0	0
3. Legislative Cable TV Connectivity	0	0	0	65	0	65	0	0	0
4. DAS Connectivity to Network	0	0	0	125	0	125	0	0	0
5. Distributed Antenna System (DAS)	0	0	0	500	0	500	0	0	0
Total Policy Changes	0	0	0	1,400	0	1,400	0	0	0
2003-05 Revised Appropriations	13,507	1,813	15,320	14,907	1,813	16,720	13,507	1,813	15,320
Difference from Original Appropriations	0	0	0	1,400	0	1,400	0	0	0
% Change from Original Appropriations	0.0%	0.0%	0.0%	10.4%	0.0%	9.1%	0.0%	0.0%	0.0%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Supreme Court
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	11,127	0	11,127	11,127	0	11,127	11,127	0	11,127
Total Maintenance Changes	40	0	40	40	0	40	40	0	40
2004 Policy Changes:									
1. Editorial Assistant	0	0	0	0	0	0	41	0	41
2. Reclassify Reporter of Decisions	0	0	0	0	0	0	16	0	16
3. Capital Counsel Panel	0	0	0	28	0	28	18	0	18
4. Capital Panel/Personnel Items	28	0	28	0	0	0	0	0	0
Total Policy Changes	28	0	28	28	0	28	75	0	75
2003-05 Revised Appropriations	11,195	0	11,195	11,195	0	11,195	11,242	0	11,242
Difference from Original Appropriations	68	0	68	68	0	68	115	0	115
% Change from Original Appropriations	0.6%	0.0%	0.6%	0.6%	0.0%	0.6%	1.0%	0.0%	1.0%

Comments:

4. Capital Panel/Personnel Items - Funding is provided for the following: (1) travel and meeting costs for the Capital Counsel Panel, which recruits and maintains a list of attorneys qualified for death penalty trials, appeals, and personal restraint petitions; (2) additional staff support to meet increased workload in the Office of Reporter of Decisions; and (3) reclassification and a salary increase to the Reporter of Decisions position. Although the Reporter of Decisions has similar responsibilities to other Supreme Court department heads, this position's salary is not in-line with other department heads.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
State Law Library
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	4,095	0	4,095	4,095	0	4,095	4,095	0	4,095
Total Maintenance Changes	4	0	4	4	0	4	4	0	4
2003-05 Revised Appropriations	4,099	0	4,099	4,099	0	4,099	4,099	0	4,099
Difference from Original Appropriations	4	0	4	4	0	4	4	0	4
% Change from Original Appropriations	0.1%	0.0%	0.1%	0.1%	0.0%	0.1%	0.1%	0.0%	0.1%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Court of Appeals
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	25,257	0	25,257	25,257	0	25,257	25,257	0	25,257
Total Maintenance Changes	54	0	54	54	0	54	54	0	54
2004 Policy Changes:									
1. Additional Staff	0	0	0	95	0	95	0	0	0
2. Division II Workload	143	0	143	0	0	0	190	0	190
Total Policy Changes	143	0	143	95	0	95	190	0	190
2003-05 Revised Appropriations	25,454	0	25,454	25,406	0	25,406	25,501	0	25,501
Difference from Original Appropriations	197	0	197	149	0	149	244	0	244
% Change from Original Appropriations	0.8%	0.0%	0.8%	0.6%	0.0%	0.6%	1.0%	0.0%	1.0%

Comments:

2. Division II Workload - Funding is provided to hire additional case management staff for Division II of the Court of Appeals.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Office of the Administrator for the Courts
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	34,635	71,292	105,927	34,635	71,292	105,927	34,635	71,292	105,927
Total Maintenance Changes	775	49	824	775	49	824	775	49	824
2004 Policy Changes:									
1. Disaster Recovery	0	1,100	1,100	0	1,100	1,100	0	1,100	1,100
2. JIS Migration Phase II Extension	0	1,400	1,400	0	1,400	1,400	0	1,400	1,400
3. JIS Migration Phase III	0	1,400	1,400	0	1,400	1,400	0	1,400	1,400
4. Continuing Education General Rule	0	96	96	0	96	96	0	96	96
5. New Lease Costs	0	0	0	0	89	89	0	0	0
Total Policy Changes	0	3,996	3,996	0	4,085	4,085	0	3,996	3,996
2003-05 Revised Appropriations	35,410	75,337	110,747	35,410	75,426	110,836	35,410	75,337	110,747
Difference from Original Appropriations	775	4,045	4,820	775	4,134	4,909	775	4,045	4,820
% Change from Original Appropriations	2.2%	5.7%	4.6%	2.2%	5.8%	4.6%	2.2%	5.7%	4.6%

Comments:

1. Disaster Recovery - Funding is provided for information technology disaster recovery/business resumption planning and implementation for the Judicial Information System (JIS). (Judicial Information Systems Account-State)

2. JIS Migration Phase II Extension - Revenue uncertainties during the 2001-03 biennium caused the Office of the Administrator for the Courts (OAC) to delay the implementation of Phase II of the JIS Migration project. Funding is provided to continue implementation of Phase II. (Judicial Information Systems Account-State)

3. JIS Migration Phase III - Funding is provided to fully implement Phase III of the JIS Migration Plan. (Judicial Information Systems Account-State)

4. Continuing Education General Rule - Funding is provided to implement Supreme Court General Rule 26, which requires continuing education for judicial officers, and for the expansion of court administration education programs. (Public Safety and Education Account-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Office of Public Defense
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	1,550	12,395	13,945	1,550	12,395	13,945	1,550	12,395	13,945
Total Maintenance Changes	0	388	388	0	388	388	0	388	388
2003-05 Revised Appropriations	1,550	12,783	14,333	1,550	12,783	14,333	1,550	12,783	14,333
Difference from Original Appropriations	0	388	388	0	388	388	0	388	388
% Change from Original Appropriations	0.0%	3.1%	2.8%	0.0%	3.1%	2.8%	0.0%	3.1%	2.8%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Office of the Governor
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	7,549	4,994	12,543	7,549	4,994	12,543	7,549	4,994	12,543
2004 Policy Changes:									
1. Hood Canal Early Actions	100	0	100	100	0	100	100	0	100
2. Kindergarten Readiness Guidelines	0	0	0	100	0	100	0	0	0
3. Governor's Transition Team	135	0	135	135	0	135	135	0	135
Total Policy Changes	235	0	235	335	0	335	235	0	235
2003-05 Revised Appropriations	7,784	4,994	12,778	7,884	4,994	12,878	7,784	4,994	12,778
Difference from Original Appropriations	235	0	235	335	0	335	235	0	235
% Change from Original Appropriations	3.1%	0.0%	1.9%	4.4%	0.0%	2.7%	3.1%	0.0%	1.9%

Comments:

1. Hood Canal Early Actions - In early October 2003, thousands of fish, shrimp and crabs were found dead in waters from Annas Bay to Hoodspport. This is the second time in two years that large fish kills have been reported in the canal. Preliminary scientific study and assessment indicates the primary cause of the kills is low levels of dissolved oxygen in Hood Canal. The Puget Sound Action Team is currently detailing the causes contributing to low dissolved oxygen levels in a report and expects recommendations for early corrective actions to be available by March 2004. Funding is provided to begin implementation of early corrective action projects to reduce and/or prevent major sources of human-related pollution and nutrients from entering the canal.

3. Governor's Transition Team - Funding is provided to cover the costs of the new Governor's transition team for the period of November 2004 through January 2005.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Office of the Secretary of State
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	41,428	40,479	81,907	41,428	40,479	81,907	41,428	40,479	81,907
Total Maintenance Changes	0	625	625	0	625	625	0	625	625
2004 Policy Changes:									
1. Savings - 2004 Presidential Primary	-6,038	0	-6,038	-6,038	0	-6,038	-6,038	0	-6,038
2. Eastern Regional/Digital Archive	0	1,756	1,756	0	1,756	1,756	0	1,756	1,756
3. Security Microfilm Inspection	0	125	125	0	125	125	0	125	125
4. Security Microfilm Storage Vault	0	100	100	0	100	100	0	100	100
5. Security Microfilm Reparation	0	198	198	0	198	198	0	198	198
6. Help America Vote Act Compliance	0	23,140	23,140	0	23,140	23,140	0	23,140	23,140
7. New State Primary	0	0	0	580	0	580	0	0	0
Total Policy Changes	-6,038	25,319	19,281	-5,458	25,319	19,861	-6,038	25,319	19,281
2003-05 Revised Appropriations	35,390	66,423	101,813	35,970	66,423	102,393	35,390	66,423	101,813
Difference from Original Appropriations	-6,038	25,944	19,906	-5,458	25,944	20,486	-6,038	25,944	19,906
% Change from Original Appropriations	-14.6%	64.1%	24.3%	-13.2%	64.1%	25.0%	-14.6%	64.1%	24.3%

Comments:

1. Savings - 2004 Presidential Primary - Chapter 1, Laws of 2003, 3rd Special Session (HB 2297) cancelled the presidential primary that was to be held in 2004. As a result, the state will save \$6.038 million because counties will not need to be reimbursed for election administration costs.

2. Eastern Regional/Digital Archive - The new Eastern Regional Archives and Digital Archive facility will open in spring 2004. Funds are provided for additional facility capital costs, digital archive technology architecture costs, and additional digital archive staff and operational costs. Building plan changes, required as a result of building code changes and additional site preparation, necessitate additional capital costs. It is assumed that the Office of the Secretary of State (OSOS) will not increase revolving fund charges and will use the existing fund balance for the additional staff. (Archives and Records Management Account-State, Local Government Archives Account-State)

3. Security Microfilm Inspection - Back-up copies of essential state and local government records are maintained on security microfilm. This film must be inspected when it is received to ensure that it meets archival standards. Because of the growing volume of these records, spending authority is provided for additional staff to perform these inspections. It is assumed that the OSOS will not increase revolving fund charges and will use the existing fund balance for the additional staff. (Archives and Records Management Account-State, Local Government Archives Account-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Office of the Secretary of State

4. Security Microfilm Storage Vault - For preservation purposes, security microfilm must be stored in a temperature-controlled facility. Spending authority is provided to construct a new vault within the State Archives' building for the growing volume of local government security microfilm. It is assumed that the OSOS will not increase revolving fund charges and will use the existing fund balance to construct the vault. (Local Government Archives Account-State)

5. Security Microfilm Repairation - Repairation work is needed on a significant amount of older security microfilm. Spending authority provided to conduct this work on a sample of poor quality security microfilm to assess a range of problems and determine appropriate treatment for all impaired film in the Archives' holdings. It is assumed that the OSOS will not increase revolving fund charges and will use the existing fund balance to conduct this work. (Local Government Archives Account-State)

6. Help America Vote Act Compliance - Congress passed the Help America Vote Act (HAVA) in 2002 to improve election administration, voter outreach, and education. Washington is eligible to receive up to \$62.8 million in federal funding during the 2003-05 biennium to help the state meet the new HAVA mandates. These payments require a state match of five percent, or \$3.14 million, which is provided in the Special Appropriations agency budget. This match, and \$20.0 million of federal spending authority, are provided to (1) develop a statewide voter registration database; (2) obtain direct recording electronic equipment or other disability access devices to allow people with disabilities to vote unassisted; (3) replace punchcard voting equipment; and (4) implement a Local Government Grant program to pass through funds to counties. (Elections Account-State, Elections Account-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Office of the State Treasurer
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	13,149	13,149	0	13,149	13,149	0	13,149	13,149
Total Maintenance Changes	0	314	314	0	314	314	0	314	314
2003-05 Revised Appropriations	0	13,463	13,463	0	13,463	13,463	0	13,463	13,463
Difference from Original Appropriations	0	314	314	0	314	314	0	314	314
% Change from Original Appropriations	0.0%	2.4%	2.4%	0.0%	2.4%	2.4%	0.0%	2.4%	2.4%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Office of the State Auditor
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	1,403	43,730	45,133	1,403	43,730	45,133	1,403	43,730	45,133
2004 Policy Changes:									
1. Forest Fire Studies	<u>100</u>	<u>0</u>	<u>100</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>100</u>	<u>0</u>	<u>100</u>
Total Policy Changes	100	0	100	0	0	0	100	0	100
2003-05 Revised Appropriations	1,503	43,730	45,233	1,403	43,730	45,133	1,503	43,730	45,233
Difference from Original Appropriations	100	0	100	0	0	0	100	0	100
% Change from Original Appropriations	7.1%	0.0%	0.2%	0.0%	0.0%	0.0%	7.1%	0.0%	0.2%

Comments:

- 1. Forest Fire Studies** - Funding is provided for a review of emergency fire suppression costs in the Department of Natural Resources.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Commission on Salaries for Elected Officials
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	240	0	240	240	0	240	240	0	240
2004 Policy Changes:									
1. Office Operations	29	0	29	29	0	29	29	0	29
2. Evaluate Elected Positions	35	0	35	35	0	35	35	0	35
Total Policy Changes	64	0	64	64	0	64	64	0	64
2003-05 Revised Appropriations	304	0	304	304	0	304	304	0	304
Difference from Original Appropriations	64	0	64	64	0	64	64	0	64
% Change from Original Appropriations	26.7%	0.0%	26.7%	26.7%	0.0%	26.7%	26.7%	0.0%	26.7%

Comments:

1. Office Operations - Additional funds are provided to the Office of the Citizens' Commission on Salaries for Elected Officials for operations and staffing to ensure sufficient office coverage during the Commission's slow season. This additional funding will allow the Office to maintain office hours from 8 a.m. to 4 p.m., Monday through Friday, during FY 2004.

2. Evaluate Elected Positions - Funding is provided to conduct a point factor job evaluation of the positions of legislator, Supreme Court Justice, and judges of the Court of Appeals, Superior Court, and District Court. The resulting information will be used by future commissions in setting elected officials' salary schedules.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Office of the Attorney General
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	8,166	174,097	182,263	8,166	174,097	182,263	8,166	174,097	182,263
2004 Policy Changes:									
1. County Prosecutor Tort Costs	0	0	0	61	0	61	0	0	0
2. Pacific Sound Resources Litigation	0	818	818	0	818	818	0	818	818
3. Violent Video Games Litigation	231	0	231	231	0	231	231	0	231
4. Return of Office Relocation Funding	0	-179	-179	0	-179	-179	0	-179	-179
5. Licensing Caseload Increases	0	600	600	0	600	600	0	600	600
6. Hallett Case	0	40	40	0	40	40	0	40	40
7. Homicide Investigative Tracking	0	187	187	0	187	187	0	0	0
8. Correctional Industries	0	70	70	0	70	70	0	0	0
9. Health Care Actions (EHB 2839)	0	0	0	88	0	88	0	0	0
10. Instream Flows (SHB 2396)	0	0	0	0	137	137	0	0	0
11. Spokane County Litigation	114	0	114	48	0	48	114	0	114
12. Self-Insurance Cases	0	0	0	0	0	0	0	943	943
Total Policy Changes	345	1,536	1,881	428	1,673	2,101	345	2,222	2,567
2003-05 Revised Appropriations	8,511	175,633	184,144	8,594	175,770	184,364	8,511	176,319	184,830
Difference from Original Appropriations	345	1,536	1,881	428	1,673	2,101	345	2,222	2,567
% Change from Original Appropriations	4.2%	0.9%	1.0%	5.2%	1.0%	1.2%	4.2%	1.3%	1.4%

Comments:

2. Pacific Sound Resources Litigation - Pacific Sound Resources and the Port of Seattle filed suit against the state of Washington, the Department of Natural Resources, and other parties claiming prior owners and lessors of the former site of a wood-treating company are liable for cleanup of hazardous substances on the property under the State Model Toxics Control Act. A tentative settlement has been reached. In the event that the settlement is not agreed upon by all parties, funding is provided for legal preparation prior to a trial date. (Legal Services Revolving Account-State)

3. Violent Video Games Litigation - In 2003, the Legislature enacted the violent video game statute, Chapter 365, Laws of 2003 (ESHB 1009), which prohibits the sale or rental of video or computer games to minors where the player causes physical harm to a human form depicted as a law enforcement officer. The Video Software Dealers Association filed a lawsuit in U.S. District Court challenging the statute as unconstitutional. Funding is provided for legal research, briefing, evidence gathering, and working with potential witnesses. A trial, if necessary, is scheduled for June 2004.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Office of the Attorney General

4. Return of Office Relocation Funding - In the 2003-05 biennial budget, the Office of the Attorney General (AGO) received funding to relocate the Torts Division. Savings of \$179,000 are realized because the relocation will not be achieved in the current biennium. (Legal Services Revolving Account-State)

5. Licensing Caseload Increases - The Department of Licensing's driver license cases have increased significantly over the past several years and are expected to continue increasing. This increase is due to driving under the influence (DUI) implied consent and administrative DUI caseloads, including an increase of cases in the appellate courts. Funding is provided for additional attorney time to address these cases. (Legal Services Revolving Account-State)

6. Hallett Case - Funding is provided to pay legal costs incurred for the Hallett class action lawsuit prior to settlement in November 2003. In August 2002, the U.S. Court of Appeals remanded sections of the Hallett class action lawsuit back to the U.S. District Court for further litigation. The lawsuit was originally brought in 1993 and alleged that inadequacies in health care at the Washington Corrections Center for Women violated the inmates' protection against cruel and unusual punishment. (Legal Services Revolving Account-State)

7. Homicide Investigative Tracking - Funding is provided for two investigators to increase the timely collection of data and to provide training for local jurisdictions and assistance to law enforcement agencies related to the Homicide Investigative Tracking System (HITS). HITS is the statewide central repository for information related to violent crimes against persons. Data from more than 7,500 murder cases and 7,700 sexual assault cases have been collected and are used to assist local law enforcement in investigating these types of crimes. (Public Safety and Education Account-State)

8. Correctional Industries - Funding is provided to implement E2SSB 6489 (correctional industries), which revises requirements pertaining to the operation of correctional industries inmate work programs. (Legal Services Revolving Account-State)

11. Spokane County Litigation - In January 2004, Spokane County sued the state, claiming it was owed reimbursement under RCW 43.135.060 for various statutory requirements. Funding is provided for legal costs associated with defending the case.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Caseload Forecast Council
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	1,277	0	1,277	1,277	0	1,277	1,277	0	1,277
Total Maintenance Changes	32	0	32	32	0	32	32	0	32
2004 Policy Changes:									
1. Retirement Buyout Costs	31	0	31	31	0	31	0	0	0
2. Retirement Buy-Out Costs	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>30</u>	<u>0</u>	<u>30</u>
Total Policy Changes	31	0	31	31	0	31	30	0	30
2003-05 Revised Appropriations	1,340	0	1,340	1,340	0	1,340	1,339	0	1,339
Difference from Original Appropriations	63	0	63	63	0	63	62	0	62
% Change from Original Appropriations	4.9%	0.0%	4.9%	4.9%	0.0%	4.9%	4.9%	0.0%	4.9%

Comments:

1. Retirement Buyout Costs - One time funding is provided for transitional costs related to the Council's anticipated change in management. This includes vacation and sick leave buyout costs for the retiring director and one month of salary overlap for cross-training purposes.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Dept of Community, Trade, & Economic Development
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	122,260	274,346	396,606	122,260	274,346	396,606	122,260	274,346	396,606
2004 Policy Changes:									
1. Study of Homelessness	0	0	0	80	0	80	0	0	0
2. Military Base Reviews	500	0	500	500	0	500	500	0	500
3. Federal Programs Increase	0	22,977	22,977	0	22,977	22,977	0	22,977	22,977
4. Private/Local Programs Increase	0	4,501	4,501	0	4,501	4,501	0	4,501	4,501
5. Community Services Block Grant	0	0	0	120	0	120	0	0	0
6. Developmental Disability Endow Fund	0	-208	-208	0	-208	-208	0	-208	-208
7. Major Economic Development Projects	0	0	0	0	0	0	715	0	715
8. EFSEC	0	0	0	10	0	10	0	0	0
9. 7E7 Project Implementation	614	0	614	614	0	614	0	0	0
10. Homeless Families	2,000	150	2,150	3,000	0	3,000	0	0	0
11. Homeless Families Admin (2SHB 2818)	0	0	0	0	150	150	0	0	0
12. Small Bus Incubator (ESHB 2784)	150	0	150	150	0	150	0	0	0
13. Annexation	60	0	60	60	0	60	0	0	0
14. Landlord/Tenant Disputes (SHB 3082)	0	0	0	0	-136	-136	0	0	0
15. Military Assistance (SHB 3084)	0	0	0	300	0	300	0	0	0
16. Mobile Home Relocation Assistance	0	300	300	0	300	300	0	300	300
17. Weatherization Assistance Increase	0	5,000	5,000	0	5,000	5,000	0	5,000	5,000
18. Public Works Loans	0	175	175	0	200	200	0	175	175
19. Employability Skills Center	0	0	0	50	0	50	0	0	0
20. Civil Indigent Legal Services	2,000	0	2,000	2,000	0	2,000	0	0	0
21. Manufacturers Study	0	0	0	125	0	125	0	0	0
22. Agricultural Land Study (SB 6488)	75	0	75	0	0	0	0	0	0
23. Transfer to Archaeology Department	0	0	0	0	0	0	-613	-735	-1,348
24. Overhead Funding	0	0	0	0	0	0	373	0	373
25. Youth Assessment Center	300	0	300	0	0	0	300	0	300
26. Community Voice Mail	163	0	163	0	0	0	163	0	163
27. NW Orthopaedic Institute	150	0	150	0	0	0	150	0	150
28. RSVP	99	0	99	0	0	0	99	0	99
29. BRE Adjustment	0	0	0	0	0	0	0	0	0
Total Policy Changes	6,111	32,895	39,006	7,009	32,784	39,793	1,687	32,010	33,697
2003-05 Revised Appropriations	128,371	307,241	435,612	129,269	307,130	436,399	123,947	306,356	430,303
Difference from Original Appropriations	6,111	32,895	39,006	7,009	32,784	39,793	1,687	32,010	33,697

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Dept of Community, Trade, & Economic Development
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
% Change from Original Appropriations	5.0%	12.0%	9.8%	5.7%	11.9%	10.0%	1.4%	11.7%	8.5%

Comments:

2. Military Base Reviews - Funding is provided to support the activities of state agencies and local communities related to the 2005 base realignment and closure round.

3. Federal Programs Increase - Congress continues to increase appropriations for many programs and is anticipated to fund these programs at expanded levels in future federal fiscal years. The federal funding for the Low Income Home Energy Assistance Program, which pays utility companies on behalf of low-income households who cannot afford to pay energy bills, has increased \$6.3 million per year. Federal funding for the Community Development Block Grant Program, which provides competitive grants to communities for projects including housing development, facility maintenance, economic development, public services, and community planning, has increased \$173,000 per year. Federal funding for the Services-Training-Officers-Prosecutors Grant, which provides funds and technical assistance to local law enforcement, prosecutors, and victim services to improve the criminal justice system's response to violence against women, has increased \$604,000 in each year. Federal funding for the HOME Program, which distributes funds for tenant-based rental assistance, first-time homebuyers, new construction, acquisition, and home repair and rehabilitation activities, has increased \$2.0 million in each year. The Department of Community, Trade, and Economic Development (CTED) also received six competitive special projects awards under the State Energy Program grant program totaling \$1.7 million in federal funding. (General Fund-Federal)

4. Private/Local Programs Increase - The CTED has received increased funding from private and local sources. The Pierce County Alliance of Tacoma increased its contract with CTED by \$267,000 (one-time) to fund local methamphetamine initiatives through the Community Mobilization Program. The Sound Transit Authority awarded \$75,000 (one-time) to survey historic properties that may be impacted by the development of the mass transportation plan for King County. The Bond Cap Allocation Program requires an additional \$108,000 to administer the program, which is increasing at a rate of \$5.0 to \$6.0 million each year. The Economic Development Training and Education Program, which provides comprehensive professional development to communities, is increased by \$550,000. Through an agreement with the Bonneville Power Administration and Energy Northwest, the Energy Facility Siting Evaluation Council received a one-time award of \$3.5 million to conduct off-site mitigation (General Fund-Private/Local)

6. Developmental Disability Endow Fund - Enrollments in the Developmental Disabilities Endowment Fund are below initial estimates. As a result, fee income is insufficient to support the program. One-time funding is provided from the Developmental Disabilities Endowment Trust Account-State to provide the minimum necessary administrative support for the program, and the appropriation from the Community and Economic Development Fee Account-State is decreased in accordance with the reduced amount of fees collected. Fees are anticipated to be sufficient in the 2005-07 biennium to support the program. (Developmental Disabilities Endowment Trust Account-State, Community and Economic Development Fee Account-State)

9. 7E7 Project Implementation - Funding is provided for staff to coordinate the state's role in siting Boeing's 7E7 Dreamliner final assembly plant, which was awarded to Washington in December 2003.

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Dept of Community, Trade, & Economic Development

10. Homeless Families - A one-time General Fund-State appropriation is made to the Homeless Families Services Fund-Nonappropriated to provide state matching funds for housing-based supportive services for homeless families. Of the state General Fund funding, \$150,000 (one-time) is provided to set up the administrative functions necessary to administer the requirements of the bill, including choosing a contractor to administer the program after the 2003-05 biennium. (General Fund-State, Homeless Families Services Fund-State)

12. Small Bus Incubator (ESHB 2784) - Pursuant to ESHB 2784 (small business incubator), funding is provided to create a small business incubator program to provide start-up and operating assistance to qualified small business incubators.

13. Annexation - Funding is provided to study the progress in each of the buildable land counties toward achieving annexation or incorporation of urban growth areas. A report is due to the Legislature by December 1, 2004.

16. Mobile Home Relocation Assistance - One-time spending authority is provided for relocation assistance to approximately 60 families in two mobile home parks in Wenatchee whose homes will be dislocated when the parks close. The current appropriation does not provide sufficient authority to relocate these parks and assist the original number of families projected in the 2003-05 biennial budget. (Mobile Home Park Relocation Account-State)

17. Weatherization Assistance Increase - The Low-Income Weatherization Assistance Program works to improve the energy efficiency and affordability of low-income housing through energy conservation measures in homes, including insulation, air sealing, space and water heating system modification, and energy conservation education. The CTED is provided with the authority to spend the remaining account balance. (Low-Income Weatherization Assistance Account-State)

18. Public Works Loans - Spending authority is provided for additional staff to support an increased number of public works projects, to conduct a comprehensive assessment of the program, and to design a new financing database system that will replace a six-year-old contract management system. The Public Works Board makes loans to local governments for infrastructure improvements, and currently has 1,300 contracts in the program's loan portfolio. (Public Works Assistance Account-State)

20. Civil Indigent Legal Services - Funding is provided for increased civil legal services for low income people who cannot afford to hire legal counsel. This funding will allow more people to access representation in civil matters. Of this funding, \$100,000 is provided for a general farm organization with members in every county of the state to develop and administer an alternative dispute resolution system to resolve disputes between farmworkers and farmers.

22. Agricultural Land Study (SB 6488) - Pursuant to SB 6488 (agricultural lands study), funding is provided to study the designation of agricultural lands with long-term commercial significance in King, Chelan, Lewis, and Yakima counties. A report is due to the Legislature by December 1, 2004.

25. Youth Assessment Center - One-time funding is provided for start-up and initial operation of a Youth Assessment Center in Pierce County. This funding will leverage an equal amount from private sources and will support youth assessment center program activities related to reducing the rate of incarceration of juvenile offenders.

26. Community Voice Mail - One-time funding is provided to community voice mail agencies in order to provide people in crisis and transition free, personalized voice mail services.

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Dept of Community, Trade, & Economic Development

- 27. NW Orthopaedic Institute** - One-time funding is provided to the Northwest Orthopaedic Institute to develop additional organizational infrastructure to assist its community-based musculoskeletal health research.
- 28. RSVP** - Funding for the Retired Senior Volunteer Program is increased to restore funding to the FY 2002 appropriation level.
- 29. BRE Adjustment** - Funding is shifted from FY 2004 to FY 2005 to account for a delay in selecting projects to be funded. Shifting the funding reflects the actual budget and expenditure plans of the projects selected for funding.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Office of Financial Management
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	25,045	50,273	75,318	25,045	50,273	75,318	25,045	50,273	75,318
Total Maintenance Changes	0	17,424	17,424	0	17,424	17,424	0	17,424	17,424
2004 Policy Changes:									
1. Sustainability Indicators	0	0	0	250	0	250	0	0	0
2. Permit Assistance Integration	0	0	0	0	0	0	0	0	0
3. K-12 Finance Study (SHB 2955)	0	0	0	438	0	438	0	0	0
4. State Budgeting (ESHB 3080)	0	0	0	150	0	150	0	0	0
5. Govt Accountability (3ESHB 1053)	0	0	0	98	0	98	0	0	0
6. Transfer Collective Bargaining	0	0	0	0	0	0	0	120	120
7. Land Use & Local Govt Finance Study	252	0	252	250	0	250	0	0	0
8. Medicaid Forecasting	15	0	15	15	0	15	15	0	15
9. Task Force on Nonecon Damages	75	0	75	75	0	75	0	0	0
10. Regulatory Improvement Project	50	0	50	0	0	0	50	0	50
11. K-12 Health Care Benefit Study	40	0	40	0	0	0	75	0	75
Total Policy Changes	432	0	432	1,276	0	1,276	140	120	260
2003-05 Revised Appropriations	25,477	67,697	93,174	26,321	67,697	94,018	25,185	67,817	93,002
Difference from Original Appropriations	432	17,424	17,856	1,276	17,424	18,700	140	17,544	17,684
% Change from Original Appropriations	1.7%	34.7%	23.7%	5.1%	34.7%	24.8%	0.6%	34.9%	23.5%

Comments:

2. Permit Assistance Integration - The 2003-05 biennial budget included funds for the OFM's Permit Assistance Center to implement Chapter 245, Laws of 2003 (2SSB 5694), which established an integrated environmental permit system through a pilot project of economic development significance. To date, no projects have met the criteria for this pilot. Funding is transferred from FY 2004 to FY 2005 in order to be available once a project is selected.

7. Land Use & Local Govt Finance Study - One-time funding is provided for a study of land use and local government finance. The study shall include recommendations for state and local government fiscal partnerships to encourage cooperation between jurisdictions in meeting the goals of the Growth Management Act (GMA), and how the state and local government fiscal structure can better meet the responsibilities of providing services to citizens and meeting the goals of the GMA.

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Office of Financial Management

8. Medicaid Forecasting - Funding is provided for a project team comprised of the legislative and executive branch fiscal staff to review the Department of Social and Health Services' Medical Assistance Administration (MAA) budget development practices. The review team will utilize a contractor to assist in making recommendations to improve the fiscal information necessary for budgeting, forecasting and monitoring the MAA budget. The recommendation must be submitted for executive branch and legislative fiscal committee approval by July of 2004.

9. Task Force on Nonecon Damages - Funding is provided for travel expenses and a contract for technical expertise for a Task Force on Noneconomic Damages. This Task Force will determine the feasibility of creating an advisory schedule of noneconomic damages to increase the predictability of settlements and for awards for noneconomic damages in actions for injuries resulting from health care.

10. Regulatory Improvement Project - Funding is provided to implement 2SSB 6217 (regulatory improvement center), which establishes the Washington Regulatory Improvement Project. This is a collaborative effort of private industry, state universities, and government to streamline environmental permit processes. Existing funding provided in the biennial budget for integrating permit processes will also be used for this project.

11. K-12 Health Care Benefit Study - Funding is provided for the Office of Financial Management to contract for an evaluation of the costs and benefits of additional efforts aimed at encouraging K-12 employee collective bargaining units to elect coverage under public employee benefits board (PEBB) administered health care plans. The Office of Financial Management will report regarding the results of this study to the Governor and the fiscal committees of the Legislature by December 1, 2004.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Office of Administrative Hearings
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	24,669	24,669	0	24,669	24,669	0	24,669	24,669
Total Maintenance Changes	0	1,687	1,687	0	1,687	1,687	0	1,687	1,687
2004 Policy Changes:									
1. DSHS-APS Fair Hearings	0	677	677	0	677	677	0	677	677
Total Policy Changes	0	677	677	0	677	677	0	677	677
2003-05 Revised Appropriations	0	27,033	27,033	0	27,033	27,033	0	27,033	27,033
Difference from Original Appropriations	0	2,364	2,364	0	2,364	2,364	0	2,364	2,364
% Change from Original Appropriations	0.0%	9.6%	9.6%	0.0%	9.6%	9.6%	0.0%	9.6%	9.6%

Comments:

1. DSHS-APS Fair Hearings - In January 2003, the King County Superior Court ordered the Department of Social and Health Services (DSHS) to provide an administrative fair hearing to an individual home care worker terminated from employment as a result of a substantiated Adult Protective Services (APS) finding. As of October 1, 2003, DSHS began providing due process hearings for individuals with substantiated APS findings of abuse, abandonment, neglect, and/or financial exploitation of a vulnerable adult. It is estimated that 180 APS investigations per year will require such administrative fair hearings. (Administrative Hearings Revolving Account-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Retirement Systems
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	48,572	48,572	0	48,572	48,572	0	48,572	48,572
2004 Policy Changes:									
1. LEOFF 2 Disability Benefits	0	188	188	0	188	188	0	0	0
2. LEOFF 2 Duty Death Benefits	0	7	7	0	7	7	0	0	0
3. State Patrol Death Benefits	0	5	5	0	5	5	0	0	0
4. HB 2538 - \$1000 Minimum Benefit	0	0	0	0	128	128	0	0	0
5. Public Safety Employees	0	403	403	0	403	403	0	0	0
6. Five-Year Vesting in Plans 3	0	0	0	0	0	0	0	98	98
7. \$1,000 Minimum Benefit in Plans 1	0	128	128	0	0	0	0	128	128
8. Disability Benefits in LEOFF RS 2	0	0	0	0	0	0	0	188	188
Total Policy Changes	0	731	731	0	731	731	0	414	414
2003-05 Revised Appropriations	0	49,303	49,303	0	49,303	49,303	0	48,986	48,986
Difference from Original Appropriations	0	731	731	0	731	731	0	414	414
% Change from Original Appropriations	0.0%	1.5%	1.5%	0.0%	1.5%	1.5%	0.0%	0.9%	0.9%

Comments:

1. LEOFF 2 Disability Benefits - Funding is provided for administrative costs associated with paying disability benefits to members of the Law Enforcement Officers' and Fire Fighters' Retirement System, Plan 2 (LEOFF Plan 2) pursuant to House Bill 2418 (LEOFF Plan 2 disability benefits). (Department of Retirement Systems Expense Fund-State)

2. LEOFF 2 Duty Death Benefits - Funding is provided for administrative costs associated with paying line-duty death benefits to members of the Law Enforcement Officers' and Fire Fighters' Retirement System, Plan 2 (LEOFF Plan 2) pursuant to House Bill 2419 (LEOFF Plan 2 line-duty death benefit). (Department of Retirement Systems Expense Fund-State)

3. State Patrol Death Benefits - Funding is provided for administrative costs associated with paying line-duty death benefits to members of the Washington State Patrol Retirement System pursuant to Senate Bill 6254 (State Patrol death benefits). (Department of Retirement Systems Expense Fund-State)

5. Public Safety Employees - Funding is provided for administrative costs associated with creating the Public Safety Employees' Retirement System for specified members of the Public Employees' Retirement System Plans 2 and 3, pursuant to House Bill 2537 (Public Safety Employees' Retirement System). (Department of Retirement Systems Expense Fund-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Retirement Systems

7. \$1,000 Minimum Benefit in Plans 1 - Funding is provided for administrative costs associated with paying a \$1,000 minimum benefit to certain members of the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1, pursuant to Substitute House Bill 2538 (\$1,000 minimum benefit). (Department of Retirement Systems Expense Fund-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Printer
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	0	0	0	0	0	0	0	0
Total Maintenance Changes	0	66,000	66,000	0	66,000	66,000	0	66,000	66,000
2003-05 Revised Appropriations	0	66,000	66,000	0	66,000	66,000	0	66,000	66,000
Difference from Original Appropriations	0	66,000	66,000	0	66,000	66,000	0	66,000	66,000
% Change from Original Appropriations	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Comments:

At the beginning of the 2003-05 biennium, the nonappropriated Printing Plant Revolving Account was changed from nonallotted to allotted status. This supplemental budget item reflects a technical change to place existing dollars and FTEs in the budget database. No new staff or funding are added and the account remains nonappropriated. (Printing Plant Revolving Account-Nonappropriated)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Revenue
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	164,560	11,119	175,679	164,560	11,119	175,679	164,560	11,119	175,679
2004 Policy Changes:									
1. Senior Citizen Property (SB 5034)	120	0	120	0	0	0	0	0	0
2. Retired Pers Prop Tax (HB 2436)	0	0	0	96	0	96	0	0	0
3. Streamlined Sales Tax (SHB 2500)	0	0	0	80	0	80	0	0	0
4. Local Fuel Tax Option (SHB 2531)	0	0	0	149	0	149	0	0	0
5. Timber Taxation (ESHB 2693)	0	136	136	0	136	136	0	0	0
Total Policy Changes	120	136	256	325	136	461	0	0	0
2003-05 Revised Appropriations	164,680	11,255	175,935	164,885	11,255	176,140	164,560	11,119	175,679
Difference from Original Appropriations	120	136	256	325	136	461	0	0	0
% Change from Original Appropriations	0.1%	1.2%	0.1%	0.2%	1.2%	0.3%	0.0%	0.0%	0.0%

Comments:

1. Senior Citizen Property (SB 5034) - Funding is provided for Senate Bill 5034 (senior citizen property tax exemption) for county reimbursement and filing notices of deferral.

5. Timber Taxation (ESHB 2693) - Timber tax account funding is provided to implement Engrossed Substitute House Bill 2693 (timber taxation). (Timber Tax Distribution Account-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Board of Tax Appeals
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	2,129	0	2,129	2,129	0	2,129	2,129	0	2,129
2004 Policy Changes:									
1. Restoration of Budget Cut	<u>90</u>	<u>0</u>	<u>90</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>90</u>	<u>0</u>	<u>90</u>
Total Policy Changes	90	0	90	0	0	0	90	0	90
2003-05 Revised Appropriations	2,219	0	2,219	2,129	0	2,129	2,219	0	2,219
Difference from Original Appropriations	90	0	90	0	0	0	90	0	90
% Change from Original Appropriations	4.2%	0.0%	4.2%	0.0%	0.0%	0.0%	4.2%	0.0%	4.2%

Comments:

- 1. Restoration of Budget Cut** - \$90,000 and 1.1 FTEs are provided to restore the Board of Tax Appeals staff to 11 employees.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of General Administration
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	468	128,777	129,245	468	128,777	129,245	468	128,777	129,245
Total Maintenance Changes	0	1,876	1,876	0	1,876	1,876	0	1,876	1,876
2004 Policy Changes:									
1. Legislative Building Security	<u>0</u>	<u>770</u>	<u>770</u>	<u>0</u>	<u>333</u>	<u>333</u>	<u>0</u>	<u>770</u>	<u>770</u>
Total Policy Changes	0	770	770	0	333	333	0	770	770
2003-05 Revised Appropriations	468	131,423	131,891	468	130,986	131,454	468	131,423	131,891
Difference from Original Appropriations	0	2,646	2,646	0	2,209	2,209	0	2,646	2,646
% Change from Original Appropriations	0.0%	2.1%	2.0%	0.0%	1.7%	1.7%	0.0%	2.1%	2.0%

Comments:

1. Legislative Building Security - One-time funding is provided for security staff for the Legislative building, per recommendations of the Legislative Building Security Committee. The Legislative Building will be reopened by the 2005 session, and new security measures are expected to include security screening of persons and packages entering the building. To the extent possible, the Department of General Administration (GA) is encouraged to utilize contracted staff where appropriate and cost effective. It is assumed that the GA will not increase revolving fund charges in the 2003-05 biennium and will use the existing fund balance to hire the additional staff. (General Administration Services Account-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Information Services
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	2,000	205,447	207,447	2,000	205,447	207,447	2,000	205,447	207,447
2004 Policy Changes:									
1. Small Agency Information Technology	0	450	450	0	450	450	0	0	0
2. Digital Learning	650	0	650	0	0	0	0	0	0
Total Policy Changes	650	450	1,100	0	450	450	0	0	0
2003-05 Revised Appropriations	2,650	205,897	208,547	2,000	205,897	207,897	2,000	205,447	207,447
Difference from Original Appropriations	650	450	1,100	0	450	450	0	0	0
% Change from Original Appropriations	32.5%	0.2%	0.5%	0.0%	0.2%	0.2%	0.0%	0.0%	0.0%

Comments:

1. Small Agency Information Technology - Funding is provided for Phase II of the Small Agency Initiative to continue addressing information technology and facility requirements of small agencies. (Data Processing Revolving Account-Nonappropriated)

2. Digital Learning - The Digital Learning Commons is a nonprofit corporation that provides a web-based portal where students, parents, and teachers have access to resources, learning tools, and on-line classes. In its first year of operation, the Digital Learning Commons is providing services to 5,000 students and 500 teachers in 17 schools. Funding is provided to expand the pilot project in the 2004-05 school year to serve additional students and teachers. The expansion also will provide additional resources for parents and increase parent participation in the second year of the project.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Office of Insurance Commissioner
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	32,938	32,938	0	32,938	32,938	0	32,938	32,938
2004 Policy Changes:									
1. Compliance/Enforcement Program	0	139	139	0	139	139	0	139	139
2. Economic Analysis	0	94	94	0	94	94	0	94	94
3. HP 3000 Computer Replacement	0	469	469	0	469	469	0	469	469
4. Liability Insurance Markets	0	200	200	0	200	200	0	200	200
Total Policy Changes	0	902	902	0	902	902	0	902	902
2003-05 Revised Appropriations	0	33,840	33,840	0	33,840	33,840	0	33,840	33,840
Difference from Original Appropriations	0	902	902	0	902	902	0	902	902
% Change from Original Appropriations	0.0%	2.7%	2.7%	0.0%	2.7%	2.7%	0.0%	2.7%	2.7%

Comments:

- 1. Compliance/Enforcement Program** - Funding is provided for the Office of the Insurance Commissioner's (OIC's) Legal Affairs Division to address its enforcement caseload, which has increased significantly over the past 18 months. (Insurance Commissioner's Regulatory Account-State)

- 2. Economic Analysis** - Increased expenditure authority is provided to conduct economic impact analyses as a result of rule changes and an increased number of rules due for review. (Insurance Commissioner's Regulatory Account-State)

- 3. HP 3000 Computer Replacement** - Funding is provided to replace the OIC's Hewlett Packard 3000 mainframe computer which will no longer be supported by the manufacturer after December 2006. (Insurance Commissioner's Regulatory Account-State)

- 4. Liability Insurance Markets** - Funding is provided to assess conditions in the liability insurance markets in Washington. The OIC will develop and provide information to stakeholders to assist them in obtaining liability insurance coverage. (Insurance Commissioner's Regulatory Account-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Washington State Liquor Control Board
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	2,909	156,699	159,608	2,909	156,699	159,608	2,909	156,699	159,608
Total Maintenance Changes	0	283	283	0	283	283	0	283	283
2004 Policy Changes:									
1. Additional Security Cameras	0	793	793	0	793	793	0	793	793
2. Beer/Wine Manufacturers (ESSB 6655)	0	385	385	0	0	0	0	0	0
3. Operate Liquor Stores on Sundays	0	0	0	0	875	875	0	0	0
Total Policy Changes	0	1,178	1,178	0	1,668	1,668	0	793	793
2003-05 Revised Appropriations	2,909	158,160	161,069	2,909	158,650	161,559	2,909	157,775	160,684
Difference from Original Appropriations	0	1,461	1,461	0	1,951	1,951	0	1,076	1,076
% Change from Original Appropriations	0.0%	0.9%	0.9%	0.0%	1.2%	1.2%	0.0%	0.7%	0.7%

Comments:

1. Additional Security Cameras - Expenditure authority is provided to install security cameras in liquor stores in order to deter armed robberies, reduce shoplifting, and provide evidence when crimes occur. (Liquor Revolving Fund-State)

2. Beer/Wine Manufacturers (ESSB 6655) - Appropriation authority is provided for Engrossed Substitute Senate Bill 6655 (beer/wine manufacturers). (Liquor Revolving Fund-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Utilities and Transportation Commission
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	29,481	29,481	0	29,481	29,481	0	29,481	29,481
Total Maintenance Changes	0	101	101	0	101	101	0	101	101
2004 Policy Changes:									
1. Certification-Transportation Cos #	0	0	0	0	-4	-4	0	0	0
2. National Energy Policy Development	0	60	60	0	60	60	0	60	60
3. Additional Workload-QPAP	0	625	625	0	625	625	0	625	625
4. Performance Audit (SHB 1013)	0	0	0	0	200	200	0	0	0
Total Policy Changes	0	685	685	0	881	881	0	685	685
2003-05 Revised Appropriations	0	30,267	30,267	0	30,463	30,463	0	30,267	30,267
Difference from Original Appropriations	0	786	786	0	982	982	0	786	786
% Change from Original Appropriations	0.0%	2.7%	2.7%	0.0%	3.3%	3.3%	0.0%	2.7%	2.7%

Comments:

2. National Energy Policy Development - Funding is provided to further the state's interest in national energy policy development in Congress. The Commission has been involved with public officials from Washington, the Pacific Northwest, and elsewhere in the nation to oppose initiatives to restructure the electricity industry in ways damaging to Washington's electricity consumers. One-time appropriation authority is provided for these efforts and to monitor and research a variety of federal legislative and regulatory issues related to electricity regulation. (Public Service Revolving Account-State)

3. Additional Workload-QPAP - Funding is provided for additional workload created by the Federal Communications Commission's (FCC) requirements for performance standards and elimination of market entry barriers for residential and business customers. Monetary penalties paid by Qwest for noncompliance with FCC requirements are available to the Commission to meet these obligations. (Public Service Revolving Account-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Military Department
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	16,709	168,753	185,462	16,709	168,753	185,462	16,709	168,753	185,462
Total Maintenance Changes	45	25,645	25,690	45	25,645	25,690	45	25,645	25,690
2004 Policy Changes:									
1. October 2003 Floods	0	6,659	6,659	0	7,802	7,802	0	6,659	6,659
2. Search and Rescue Reimbursements	90	0	90	90	0	90	90	0	90
3. Emergency Management Perform Grant	200	2,513	2,713	200	2,513	2,713	200	2,513	2,713
4. Homeland Security	0	60,434	60,434	0	60,434	60,434	0	60,434	60,434
5. National Guard Fire Fight Training	0	197	197	0	197	197	0	197	197
6. Natl Guard Enviro Pgm Increase	0	676	676	0	676	676	0	676	676
7. Winter 2004 Storm Damage	0	4,198	4,198	0	4,198	4,198	0	4,198	4,198
Total Policy Changes	290	74,677	74,967	290	75,820	76,110	290	74,677	74,967
2003-05 Revised Appropriations	17,044	269,075	286,119	17,044	270,218	287,262	17,044	269,075	286,119
Difference from Original Appropriations	335	100,322	100,657	335	101,465	101,800	335	100,322	100,657
% Change from Original Appropriations	2.0%	59.4%	54.3%	2.0%	60.1%	54.9%	2.0%	59.4%	54.3%

Comments:

1. October 2003 Floods - Funding is provided for response and recovery efforts by state agencies and the Federal Emergency Management Agency (FEMA) for the October 2003 floods. The Washington State Military Department will provide the entire required federal match for state projects, and half of the required federal match for local projects. The total cost through FY 2009 is projected to be \$18.0 million, including \$12.5 million in federal funding, \$4.0 million in state funding, and \$1.5 million in local funding. (Disaster Response Account-State, Disaster Response Account-Federal)

2. Search and Rescue Reimbursements - One-time funding is provided to reimburse three extraordinary claims for emergency workers. Under Chapter 28.52 RCW, the Washington State Military Department provides protection and cost reimbursement for volunteers supporting emergency management activities, including search and rescue. Routine claims, generally ranging from \$25 to \$1,500, include such items as fuel reimbursement, damaged or lost personal property, and medical expenses. In November 2003, the Department received three extraordinary claims for emergency management volunteers, including surgery, hospitalization, and funeral expenses. These types of claims are very infrequent, and sufficient funding is not available in the agency's current appropriation.

3. Emergency Management Perform Grant - Additional federal grant funding is provided for disaster and emergency preparedness. Of the total, \$1.2 million will be passed through to local jurisdictions. The remaining federal funds and the required state match of \$200,000 will be used for state emergency management training, exercises, planning, and program support to local jurisdictions. (General Fund-State, General Fund-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Military Department

4. Homeland Security - The federal fiscal year 2004 budget includes \$60.4 million in grants to the Washington State Military Department, with at least 80 percent required to be passed through to local governments. Funding includes: \$33.4 million for equipment, exercises, training and planning; \$16.4 million for the Urban Area Security Initiative (UASI), for the City of Seattle; \$9.9 million in Terrorism Prevention and Deterrence funds; and \$694,000 for the Citizen Corps and Community Emergency Response Team programs. (General Fund-Federal)

5. National Guard Fire Fight Training - One-time funding is provided for wildland firefighter level II training for 250 Washington National Guard members. Many of the Guard members who were already trained have been deployed to active military duty. Providing additional trained members will ensure timely deployment to firefighting, and providing the training in advance costs less than training members at the outset of a fire emergency. (Disaster Response Account-State)

6. Natl Guard Enviro Pgm Increase - Funding is provided to reflect in increase in the federal award for projects in the National Guard Environmental Program. (General Fund-Federal)

7. Winter 2004 Storm Damage - The Governor has requested a federal disaster declaration related to damage from the winter 2004 storm. Provided that the President and FEMA approve the disaster declaration, \$3.5 million in federal funding is expected to be available to reimburse local jurisdictions for damages. \$700,000 in state funding is required to match the federal funding; local jurisdictions are expected to provide an additional \$576,000 in matching funds. (Disaster Response Account-State, Disaster Response Account-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Employment Relations Commission
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	4,758	2,542	7,300	4,758	2,542	7,300	4,758	2,542	7,300
2004 Policy Changes:									
1. Charter Schools	<u>41</u>	<u>0</u>	<u>41</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Policy Changes	41	0	41	0	0	0	0	0	0
2003-05 Revised Appropriations	4,799	2,542	7,341	4,758	2,542	7,300	4,758	2,542	7,300
Difference from Original Appropriations	41	0	41	0	0	0	0	0	0
% Change from Original Appropriations	0.9%	0.0%	0.6%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Comments:

1. Charter Schools - Funding is provided for the implementation of 2SHB 2295 (charter schools) which authorizes the establishment of a limited number of charter schools. It is anticipated that the Public Employees' Relations Commission will have additional certification, mediation, and hearing workload as a result of new bargaining units associated with new charter schools and as a result of variances from existing collective bargaining agreements in existing schools that convert to charter schools.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
LEOFF 2 Retirement Board
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	0	0	0	0	0	0	0	0
Total Maintenance Changes	0	889	889	0	889	889	0	889	889
2003-05 Revised Appropriations	0	889	889	0	889	889	0	889	889
Difference from Original Appropriations	0	889	889	0	889	889	0	889	889
% Change from Original Appropriations	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Comments:

The Law Enforcement Officers' and Fire Fighters' Retirement System Plan 2 Board was established by Initiative 790 in 2002. The Board was effective at the beginning of the 2003-05 biennium. This item represents costs for the initial activities of the new Board. (Law Enforcement Officers' and Fire Fighters' Retirement System Plan 2 Expense Account-Nonappropriated)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Archaeology & Historic Preservation
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	0	0	0	0	0	0	0	0
2004 Policy Changes:									
1. Establishment of Agency	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>613</u>	<u>735</u>	<u>1,348</u>
Total Policy Changes	0	0	0	0	0	0	613	735	1,348
2003-05 Revised Appropriations	0	0	0	0	0	0	613	735	1,348
Difference from Original Appropriations	0	0	0	0	0	0	613	735	1,348
% Change from Original Appropriations	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Washington State Health Care Authority
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	538,159	538,159	0	538,159	538,159	0	538,159	538,159
Total Maintenance Changes	0	1,561	1,561	0	2,011	2,011	0	2,011	2,011
2004 Policy Changes:									
1. Community Clinic Grants	0	2,500	2,500	5,000	0	5,000	0	0	0
2. Canadian Prescription Purchasing	0	0	0	0	145	145	0	0	0
3. Employees Receiving BHP	0	0	0	0	150	150	0	0	0
4. Innovative Clinic Model	0	50	50	50	0	50	0	0	0
5. Pharmacy Connections Adjustment	0	250	250	0	250	250	0	0	0
Total Policy Changes	0	2,800	2,800	5,050	545	5,595	0	0	0
2003-05 Revised Appropriations	0	542,520	542,520	5,050	540,715	545,765	0	540,170	540,170
Difference from Original Appropriations	0	4,361	4,361	5,050	2,556	7,606	0	2,011	2,011
% Change from Original Appropriations	0.0%	0.8%	0.8%	0.0%	0.5%	1.4%	0.0%	0.4%	0.4%

Comments:

1. Community Clinic Grants - Funding is provided for an approximately 25% increase in direct state grant support to low-income community clinics. (Health Services Account-State)

4. Innovative Clinic Model - Funding is provided to support the operation of an innovative clinic model in an urban underserved area. The model is to operate as a department or subsidiary of a hospital, and to rely upon mid-level practitioners, volunteers, and students to offer services, including group visits for common conditions. (Health Services Account-State)

5. Pharmacy Connections Adjustment - Funding is provided to enhance the capacity of the Pharmacy Connections program to respond to the many questions seniors are expected to have as they review their prescription drug coverage options in light of the federal Medicare Prescription Drug Act of 2003. (Health Services Account-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Board of Industrial Insurance Appeals
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	30,149	30,149	0	30,149	30,149	0	30,149	30,149
2004 Policy Changes:									
1. Self-Insurance Claims	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,357</u>	<u>2,357</u>
Total Policy Changes	0	0	0	0	0	0	0	2,357	2,357
2003-05 Revised Appropriations	0	30,149	30,149	0	30,149	30,149	0	32,506	32,506
Difference from Original Appropriations	0	0	0	0	0	0	0	2,357	2,357
% Change from Original Appropriations	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	7.8%	7.8%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
WA State Criminal Justice Training Commission
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	18,686	18,686	0	18,686	18,686	0	18,686	18,686
2004 Policy Changes:									
1. Criminal Background Checks	0	50	50	0	50	50	0	0	0
2. Ecoterrorism Assessment	0	0	0	0	0	0	50	0	50
3. Corrections Capacity Support	0	25	25	0	0	0	25	0	25
Total Policy Changes	0	75	75	0	50	50	75	0	75
2003-05 Revised Appropriations	0	18,761	18,761	0	18,736	18,736	75	18,686	18,761
Difference from Original Appropriations	0	75	75	0	50	50	75	0	75
% Change from Original Appropriations	0.0%	0.4%	0.4%	0.0%	0.3%	0.3%	0.0%	0.0%	0.4%

Comments:

1. Criminal Background Checks - Funding is provided to implement Engrossed Substitute House Bill 2556 (criminal background checks), which directs the Washington Association of Sheriffs and Police Chiefs (WASPC) to conduct a study on how to improve the criminal background check process and to report its findings and recommendations by December 31, 2004, to a newly created Joint Task Force on Criminal Background Checks. (Public Safety and Education Account-State)

3. Corrections Capacity Support - One-time funding is provided for WASPC to coordinate jail and prison capacity and population projects with local governments, the Sentencing Guidelines Commission, and the Department of Corrections. Additionally, WASPC will provide a progress report on options for managing state and local correctional capacity issues to the Legislature by December 1, 2004. (Public Safety and Education Account-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Labor and Industries
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	11,723	460,676	472,399	11,723	460,676	472,399	11,723	460,676	472,399
Total Maintenance Changes	0	-222	-222	0	-222	-222	0	-222	-222
2004 Policy Changes:									
1. Other Fund Adjustments	285	-285	0	285	-285	0	285	-285	0
2. Cholinesterase Monitoring	0	0	0	0	0	0	0	781	781
3. Prevailing Wage Customer Service	0	0	0	292	0	292	0	0	0
4. Cholinesterase	0	653	653	0	653	653	0	0	0
5. Self Insurance Elec Data Intrchnge	0	214	214	0	214	214	0	214	214
6. Preventing Workers Comp Fraud	0	498	498	0	498	498	0	0	0
7. Self-insurance Claims	0	0	0	0	0	0	0	2,378	2,378
Total Policy Changes	285	1,080	1,365	577	1,080	1,657	285	3,088	3,373
2003-05 Revised Appropriations	12,008	461,534	473,542	12,300	461,534	473,834	12,008	463,542	475,550
Difference from Original Appropriations	285	858	1,143	577	858	1,435	285	2,866	3,151
% Change from Original Appropriations	2.4%	0.2%	0.2%	4.9%	0.2%	0.3%	2.4%	0.6%	0.7%

Comments:

1. Other Fund Adjustments - Based on recommendations in a finding from the State Auditor's Office, the Department of Labor and Industries (L&I) is revising the manner in which it charges certain funding sources for the costs of providing indirect or administrative services. The L&I has developed a two-phase methodology to reallocate the indirect costs of support to L&I direct service programs. Funding and expenditure authority are provided for the first phase of this reallocation. (General Fund-State, various other funds)

4. Cholinesterase - Funding is increased to contract with providers for cholinesterase medical monitoring of certain farm workers. Funding is provided to reimburse agricultural employers for training, record keeping, and travel related to cholinesterase medical monitoring of certain farm workers. (Accident Account-State)

5. Self Insurance Elec Data Intrchnge - Spending authority is provided to conduct a feasibility study on using an electronic data interchange to collect and report on claims data for self-insured employers in Washington. Currently there is no mechanism for self-insured employers to receive data on their performance and outcomes. It is assumed that the L&I will fund this item with the self-insured employer administrative assessment. (Accident Account-State, Medical Aid Account-State)

6. Preventing Workers Comp Fraud - Spending authority is provided to hire additional auditors and investigators to combat fraud in the industrial insurance, or workers' compensation, system. The auditors will pursue cases of worker and employer fraud and the investigators will identify additional unpaid premiums. The department is expected to use funding from the ergonomics rule implementation to supplement the costs of the fraud investigators. (Accident Account-State, Medical Aid Account-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Home Care Quality Authority
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	671	0	671	671	0	671	671	0	671
Total Maintenance Changes	0	0	0	0	0	0	0	0	0
2004 Policy Changes:									
1. Home Care Referral Registry	160	0	160	160	0	160	160	0	160
2. Workers Comp Administrator	0	0	0	0	0	0	571	0	571
3. Additional Homecare Worker Training	0	0	0	0	0	0	252	0	252
4. Dispute Resolution & Legal Costs	0	0	0	0	0	0	22	0	22
5. Transfer Collective Bargaining	0	0	0	0	0	0	-75	0	-75
Total Policy Changes	160	0	160	160	0	160	930	0	930
2003-05 Revised Appropriations	831	0	831	831	0	831	1,601	0	1,601
Difference from Original Appropriations	160	0	160	160	0	160	930	0	930
% Change from Original Appropriations	23.8%	0.0%	23.8%	23.8%	0.0%	23.8%	138.6%	0.0%	138.6%

Comments:

1. Home Care Referral Registry - One-time funding is provided to complete planning and design components for the referral registry of individual home care providers required by Initiative 775. A recently completed feasibility study identified additional software design functionality requirements for the registry data base.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Health
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	118,367	611,249	729,616	118,367	611,249	729,616	118,367	611,249	729,616
Total Maintenance Changes	-337	7,684	7,347	-337	7,684	7,347	-337	7,684	7,347
2004 Policy Changes:									
1. Children's Health Collaborative	25	0	25	25	0	25	0	0	0
2. Childhood Lead Poisoning Prevention	0	0	0	0	100	100	0	0	0
3. Drinking Water Protection	-830	2,902	2,072	-831	2,902	2,071	-830	2,902	2,072
4. Federal Grants Spending Authority	0	36,181	36,181	0	36,181	36,181	0	36,181	36,181
5. Farmers Market Expansion	0	0	0	0	0	0	100	233	333
6. Family Planning Pilot	0	0	0	500	0	500	0	0	0
7. Eastern Wa. Family Outreach Pilot	250	0	250	0	0	0	0	0	0
8. Instream Flow	0	0	0	65	0	65	0	0	0
9. Health Profession Discipline	0	0	0	0	203	203	0	0	0
10. Methamphetamine Control #	0	188	188	0	188	188	0	188	188
11. Naturopaths	0	0	0	0	83	83	0	0	0
12. Nursing Resource Center	0	0	0	0	35	35	0	0	0
13. Patient Safety Practices	0	0	0	0	100	100	0	0	0
14. Volunteer Retired Providers	300	0	300	0	300	300	250	0	250
15. Federal Vaccine Funding Shortfall	0	2,700	2,700	0	2,700	2,700	0	2,700	2,700
16. Zoonotic Disease Program	424	0	424	439	0	439	424	0	424
Total Policy Changes	169	41,971	42,140	198	42,792	42,990	-56	42,204	42,148
2003-05 Revised Appropriations	118,199	660,904	779,103	118,228	661,725	779,953	117,974	661,137	779,111
Difference from Original Appropriations	-168	49,655	49,487	-139	50,476	50,337	-393	49,888	49,495
% Change from Original Appropriations	-0.1%	8.1%	6.8%	-0.1%	8.3%	6.9%	-0.3%	8.2%	6.8%

Comments:

1. Children's Health Collaborative - Funding is provided to develop and implement best practices in preventative health care for children. The Department of Health and the Kids Get Care Program of Public Health - Seattle and King County will work in collaboration with local health care agencies to disseminate strategic interventions that are focused on evidence-based best practices for improving health outcomes in children and saving health care expenditures. DOH will provide a report by June 30, 2005 on the program's effectiveness and cost savings. This funding will be matched by an equal amount of local funding.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Health

3. Drinking Water Protection - Additional funding is available from a variety of sources to increase efforts to assure the safety of the state's drinking water. As approved by the Public Works Board, \$325,000 is appropriated from the Drinking Water State Revolving Fund (DWSRF) loan fee account to administer the growing number of open capital loans funded through the account. An additional \$420,000 is appropriated from the Waterworks Operator Certification Account to test and certify the operators of very small water systems, as required by a recent change in federal law. Finally, the availability of a new federal grant, together with unspent federal funds from prior years, will support a 50 percent increase in technical assistance and training for the operators of very small water systems, and approximately 20 percent increases in quality assurance activities with larger systems, while reducing some of the amount by which state general fund support exceeds federal matching requirements. (General Fund-State, Waterworks Operator Certification Account-State, Drinking Water Assistance Administrative Account-State, Drinking Water Assistance Account-Federal)

4. Federal Grants Spending Authority - Additional federal appropriation authority is provided due to the receipt of federal funds greater than anticipated in the base level budget, including: \$27.0 million for the Women, Infant, and Child (WIC) nutrition program; \$2.6 million for childhood immunization operations; \$1.9 million for maternal and child health programs; \$1.7 million for sexually-transmitted disease projects; \$1.5 million for chronic disease prevention, \$569,000 for HIV prevention and education; and \$814,000 for other public health efforts. (General Fund-Federal)

7. Eastern Wa. Family Outreach Pilot - Funding is provided for a family planning pilot project in Yakima county. The project will target services to low-income women and men who are not likely to qualify for Medicaid services through the Department of Social and Health Services. The pilot project shall be designed to improve family planning services for an additional 1,000 people in an area of the state with a large under-served population.

10. Methamphetamine Control # - Funding is provided to implement the provisions of Engrossed Substitute Senate Bill 6478 (ephedrine), which gives the Department of Health and the Board of Pharmacy additional authority to prevent wholesale and retail transactions in excessive quantities of ephedrine products, for potential use in the illegal production of methamphetamine. Data suggests that some convenience stores are acquiring massive quantities of these products, far exceeding any plausible demand for legitimate consumption. The funds will be used for periodic on-site inspections, and for tracking of data on unusual sales patterns. (Health Professions Account-State)

14. Volunteer Retired Providers - The Volunteer Retired Provider program pays some or all of their professional licensing and malpractice insurance costs for retired health care professionals who volunteer their services in non-profit clinics serving low-income and other under-served populations. Funding is provided to more than triple the number of retired providers assisted through the program, to approximately 300 per year.

15. Federal Vaccine Funding Shortfall - Funds are provided to offset a reduction of federal funds budgeted for the Immunization program. Under the Title 317 program, the Centers for Disease Control and Prevention provides both financial and direct assistance discretionary grants to support state immunization services including the purchase of vaccines. It is projected that funding received through the Title 317 Direct Assistance program will be lower by \$2.7 million than originally assumed in the 2003-05 operating budget. (Health Services Account-State)

16. Zoonotic Disease Program - Funding is provided to the Department to respond to the demands of new and re-emerging diseases transmitted to humans from insects and animals, including West Nile virus, St. Louis Encephalitis, and Monkeypox. The Department will use new funds to accomplish the following activities: (1) provide technical assistance to local jurisdictions, health care professionals, and mosquito control districts; (2) conduct various surveillance activities; (3) enhance support for detecting, monitoring, and controlling new zoonotic diseases; (4) disseminate educational materials; and (5) prepare for large-scale outbreaks.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Veterans' Affairs
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	21,576	57,017	78,593	21,576	57,017	78,593	21,576	57,017	78,593
Total Maintenance Changes	75	158	233	75	158	233	75	158	233
2003-05 Revised Appropriations	21,651	57,175	78,826	21,651	57,175	78,826	21,651	57,175	78,826
Difference from Original Appropriations	75	158	233	75	158	233	75	158	233
% Change from Original Appropriations	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Corrections
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	1,164,069	35,295	1,199,364	1,164,069	35,295	1,199,364	1,164,069	35,295	1,199,364
Total Maintenance Changes	77,716	-4,656	73,060	77,716	-4,656	73,060	77,716	-4,656	73,060
2004 Policy Changes:									
1. Transfer Youthful Offender Program	-2,633	0	-2,633	-2,633	0	-2,633	-2,633	0	-2,633
2. Drug Offender Sentencing Altern	3,077	0	3,077	3,077	0	3,077	3,077	0	3,077
3. Apply New Criteria to Misdemeanors#	-1,478	0	-1,478	-1,478	0	-1,478	-1,478	0	-1,478
4. Correctional Industries	70	0	70	107	0	107	0	0	0
5. Fugitive Web Site	0	0	0	174	0	174	0	0	0
Total Policy Changes	-964	0	-964	-753	0	-753	-1,034	0	-1,034
2003-05 Revised Appropriations	1,240,821	30,639	1,271,460	1,241,032	30,639	1,271,671	1,240,751	30,639	1,271,390
Difference from Original Appropriations	76,752	-4,656	72,096	76,963	-4,656	72,307	76,682	-4,656	72,026
% Change from Original Appropriations	6.6%	-13.2%	6.0%	6.6%	-13.2%	6.0%	6.6%	-13.2%	6.0%

Comments:

1. Transfer Youthful Offender Program - The Juvenile Justice Act allows for the prosecution and sentencing of certain violent juvenile offenders as adults. The Department of Corrections (DOC) has transferred some of these youthful offenders to facilities managed by the Department of Social and Health Services Juvenile Rehabilitation Administration (JRA) under Chapter 72.01 RCW. Funding is reduced to reflect the transfer of the remaining youthful offenders from the Clallam Bay Corrections Center to JRA's Green Hill Training School. Currently, an average of 13 youthful offenders are being housed in a close custody unit at the Clallam Bay Corrections Center. The transfer will allow the DOC to utilize those beds for adult offenders, reducing the need to rent such beds from out-of-state. Offenders transferred to JRA will remain under the jurisdiction of the DOC. The transfer will not change their sentences or time spent in total confinement, and the inmates will return to DOC facilities after their eighteenth birthday.

2. Drug Offender Sentencing Altern - Funding is provided to maintain community supervision for about 1,400 offenders convicted under the special Drug Offender Sentencing Alternative (DOSA) at FY 2003 levels. The Department of Corrections implemented changes to align agency policy with 2003-05 budgeted resources. These policy changes included proposed lower levels of supervision for offenders sentenced under the DOSA program. Courts may reduce the use of DOSA sentencing if supervision is inadequate, which would result in longer sentences and increased prison costs.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Corrections

3. Apply New Criteria to Misdemeanors# - Savings are achieved in accordance with Engrossed Senate Bill 6290 (eliminating supervision of certain probationers), which applies the same supervision criteria to offenders convicted of misdemeanors and gross misdemeanors as are currently applied to persons convicted of felonies. Chapter 379, Laws of 2003 (ESSB 5990), relieved the Department of Corrections of supervision responsibilities for certain low- to moderate-risk felons, but did not change statutory requirements to supervise misdemeanants sentenced in Superior Court. These changes are expected to result in the elimination of community supervision for roughly 2,026 low- to moderate-risk misdemeanants.

4. Correctional Industries - Funding is provided to implement Engrossed Second Substitute Senate Bill 6489 (correctional industries), which revises requirements pertaining to the operation of correctional industries inmate work programs.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Employment Security
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	520,472	520,472	0	520,472	520,472	0	520,472	520,472
2004 Policy Changes:									
1. Employer Outreach Activities	0	0	0	0	0	0	0	0	0
2. UI Technology Infrastructure	0	3,988	3,988	0	4,453	4,453	0	3,537	3,537
Total Policy Changes	0	3,988	3,988	0	4,453	4,453	0	3,537	3,537
2003-05 Revised Appropriations	0	524,460	524,460	0	524,925	524,925	0	524,009	524,009
Difference from Original Appropriations	0	3,988	3,988	0	4,453	4,453	0	3,537	3,537
% Change from Original Appropriations	0.0%	0.8%	0.8%	0.0%	0.9%	0.9%	0.0%	0.7%	0.7%

Comments:

1. Employer Outreach Activities - \$3.5 million of federal Reed Act funds is appropriated for employer outreach activities, employment service activities, and to prevent, detect, and collect unemployment insurance benefit overpayments that are currently funded with penalty and interest account funds through the Administrative Contingency Account-State. (Unemployment Compensation Administration Account-Federal, Administrative Contingency Account-State)

2. UI Technology Infrastructure - One-time funding is provided using recent distribution of federal Reed Act funds to replace obsolete information technology infrastructure, thereby improving customer service capabilities and mitigating the risk of critical system failures. (Unemployment Compensation Administration Account-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Children and Family Services
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	464,034	446,003	910,037	464,034	446,003	910,037	464,034	446,003	910,037
Total Maintenance Changes	-18,448	6,346	-12,102	-18,448	6,346	-12,102	-18,448	6,346	-12,102
2004 Policy Changes:									
1. Domestic Violence Activities	2,000	0	2,000	1,500	0	1,500	2,000	0	2,000
2. Family Policy Council Transfer	-12	-6,584	-6,596	-12	-6,596	-6,608	-12	-6,584	-6,596
3. Child Support For DD Children #	-132	-50	-182	-132	-50	-182	-132	-50	-182
4. Program Improvement Plan	1,773	531	2,304	3,021	1,763	4,784	1,000	300	1,300
Total Policy Changes	3,629	-6,103	-2,474	4,377	-4,883	-506	2,856	-6,334	-3,478
2003-05 Revised Appropriations	449,215	446,246	895,461	449,963	447,466	897,429	448,442	446,015	894,457
Difference from Original Appropriations	-14,819	243	-14,576	-14,071	1,463	-12,608	-15,592	12	-15,580
% Change from Original Appropriations	-3.2%	0.1%	-1.6%	-3.0%	0.3%	-1.4%	-3.4%	0.0%	-1.7%

Comments:

1. Domestic Violence Activities - An additional \$2.0 million is provided for shelters and other services for victims of domestic violence. These services shall be provided as a part of the Victim Assistance Program, which provides support for community-based shelters, emergency counseling, and legal advocacy to children and families who have experienced domestic violence. The majority of funds will be distributed according to the department's formula, with at least \$65,000 in operating funds provided to Mason County to support capital expenditures.

2. Family Policy Council Transfer - The Family Policy Council is transferred from the Children's Administration to the Administration and Supporting Services budget. (General Fund-State, Public Safety and Education Account-State, Violence Reduction and Education Account-State)

3. Child Support For DD Children # - Savings are assumed in recognition of Substitute House Bill 2554 (child support/dev disabled). This agency request legislation allows the Division of Child Support to collect child support for some, but not all, developmentally delayed children in foster care. (General Fund-State, General Fund-Federal)

4. Program Improvement Plan - \$2.3 million is provided for foster care system improvements in response to the recently released federal Child and Family Services Review and for implementation of Engrossed Substitute Senate Bill 6642 (case conferences). Funding is available to implement family team meetings at initial placement and placement moves, which is expected to improve outcomes for children by increasing the capability and support of families to stay intact when appropriate. Funding is also provided for case conferences and to expedite CAMIS user interface improvements. (General Fund-State, General Fund-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Juvenile Rehabilitation
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	146,792	58,159	204,951	146,792	58,159	204,951	146,792	58,159	204,951
Total Maintenance Changes	-1,933	-310	-2,243	-1,933	-310	-2,243	-1,933	-310	-2,243
2004 Policy Changes:									
1. Youthful Offender Program	312	0	312	312	0	312	312	0	312
2. Mental Health Needs	0	0	0	220	0	220	0	0	0
3. Transfer Office of Juvenile Justice	-2,244	-5,492	-7,736	-2,244	-5,492	-7,736	0	0	0
Total Policy Changes	-1,932	-5,492	-7,424	-1,712	-5,492	-7,204	312	0	312
2003-05 Revised Appropriations	142,927	52,357	195,284	143,147	52,357	195,504	145,171	57,849	203,020
Difference from Original Appropriations	-3,865	-5,802	-9,667	-3,645	-5,802	-9,447	-1,621	-310	-1,931
% Change from Original Appropriations	-2.6%	-10.0%	-4.7%	-2.5%	-10.0%	-4.6%	-1.1%	-0.5%	-0.9%

Comments:

1. Youthful Offender Program - The Juvenile Justice Act allows for the prosecution and sentencing of certain violent juvenile offenders as adults. The Department of Corrections (DOC) has transferred some of these youthful offenders to facilities managed by the Department of Social and Health Services Juvenile Rehabilitation Administration (JRA) under Chapter 72.01 RCW. Funding is adjusted to reflect the transfer of the remaining youthful offenders from the Clallam Bay Corrections Center to JRA's Green Hill Training School. Currently, an average of 13 youthful offenders are being housed in a close custody unit at the Clallam Bay Corrections Center. The transfer will allow the DOC to utilize those beds for adult offenders, reducing the need to rent such beds from out-of-state. Offenders transferred to JRA will remain under the jurisdiction of the DOC. The transfer will not change their sentences or time spent in total confinement, and the inmates will return to DOC facilities after their eighteenth birthday.

2. Mental Health Needs - Additional funding is provided to the JRA for psychiatric evaluations and for monthly medication monitoring for juvenile offenders on psychotropic medications. The additional resources are expected to reduce the average amount of time that it takes to provide initial psychiatric evaluations to one month. Currently, some juvenile offenders have been on waiting lists for over a month to receive a psychiatric evaluation.

3. Transfer Office of Juvenile Justice - The Office of Juvenile Justice (OJJ) is transferred from the Department of Social and Health Services' Juvenile Rehabilitation Administration to the Administration and Support Services program. The OJJ provides staff support to the Governor's Juvenile Justice Advisory Committee and administers a variety of state and federal juvenile justice and violence prevention grant programs. (General Fund-State, General Fund-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Mental Health
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	674,685	554,961	1,229,646	674,685	554,961	1,229,646	674,685	554,961	1,229,646
Total Maintenance Changes	-8,724	17,542	8,818	-8,724	17,542	8,818	-8,724	17,542	8,818
2004 Policy Changes:									
1. Additional DSH Funding	-12,114	12,114	0	0	0	0	-12,114	12,114	0
2. Acute Care Plan	53	47	100	100	0	100	53	47	100
3. Children's Medical Premiums	778	945	1,723	937	1,243	2,180	600	782	1,382
4. Restore Ratable Reduction	0	0	0	0	0	0	2,849	2,849	5,698
5. Restore RSN Ratable Reduction	2,849	2,849	5,698	2,194	2,194	4,388	0	0	0
6. Offender Collaborative Treatment	164	36	200	0	0	0	164	36	200
7. SCHIP Match	-2,509	2,509	0	-2,504	1,360	-1,144	-2,509	2,509	0
8. CSTC Patient Care	316	336	652	331	354	685	316	336	652
9. Staff Training Requirement	284	124	408	1,331	357	1,688	284	124	408
10. Legal Fees	1,780	0	1,780	1,780	0	1,780	1,780	0	1,780
11. SCTF Mitigation (King Co)	245	0	245	245	0	245	245	0	245
12. Hospital Billing Systems Compliance	579	64	643	774	85	859	579	64	643
Total Policy Changes	-7,575	19,024	11,449	5,188	5,593	10,781	-7,753	18,861	11,108
2003-05 Revised Appropriations	658,386	591,527	1,249,913	671,149	578,096	1,249,245	658,208	591,364	1,249,572
Difference from Original Appropriations	-16,299	36,566	20,267	-3,536	23,135	19,599	-16,477	36,403	19,926
% Change from Original Appropriations	-2.4%	6.6%	1.6%	-0.5%	4.2%	1.6%	-2.4%	6.6%	1.6%

Comments:

1. Additional DSH Funding - Because Congress has increased the amount of federal disproportionate share hospital (DSH) funding available to the state, more federal and less state funding is required to support operation of the state psychiatric hospitals. (General Fund-State, General Fund-Federal)

2. Acute Care Plan - The Mental Health Division recently completed a statewide needs assessment of residential treatment capacity. The assessment identified an insufficient capacity for evaluation and acute treatment care beds. Funding is provided to determine specific community health needs, optimum statewide treatment locations, and to evaluate options for funding capital and operating costs. (General Fund-State, General Fund-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Mental Health

3. Children's Medical Premiums - The federal government has approved the state's proposal to charge monthly premiums for medical, dental, and mental health coverage of children whose family incomes are above the poverty level. The budget provides additional state funds so that monthly premiums will be lowered for those families with incomes between 150 and 250 percent of the federal poverty level and will be eliminated for those with incomes between 100 and 150 percent of the federal poverty level. The new premiums are to be \$10 per child per month for families with incomes between 150 and 200 percent of poverty, rather than \$20 per month as originally budgeted, and \$15 per month, rather than \$25, for families with incomes between 200 and 250 percent of poverty. The maximum amount due from any family will remain capped at the total for three children per household, and premium implementation is delayed until July 2004. (General Fund-State, General Fund-Federal)

5. Restore RSN Ratable Reduction - Funding is provided to return Medicaid payment rates for community mental health services to the level originally budgeted for the biennium. Rates would otherwise be reduced by 1.7 percent in the second year of the biennium in order to implement the Governor's veto of the legislative provision that community mental health administrative costs be limited to 10 percent of public spending. (General Fund-State, General Fund-Federal)

6. Offender Collaborative Treatment - Substitute Senate Bill 6358 seeks to improve information-sharing and collaborative treatment when offenders under supervision by the Department of Corrections are also subject to court-ordered mental health or chemical dependency treatment. Funding is provided to (1) develop and train community mental health and chemical dependency treatment providers in the information-sharing and collaborative treatment methods required by the legislation; and to (2) conduct additional risk assessments before a person who has been admitted from a correctional facility and who has a history of violent acts is discharged from a state hospital. (General Fund-State, General Fund-Federal, General Fund-Private/Local)

7. SCHIP Match - Recent federal law allows states to use unspent State Children's Health Insurance Program (SCHIP) funds to match Medicaid expenditures for children over 150 percent of the federal poverty level, even though the coverage for these children was in effect prior to enactment of the SCHIP program. As a result, state funds for community mental health services are offset by the difference between the current Medicaid match rate and the SCHIP match rate. (General Fund-State, General Fund-Federal)

8. CSTC Patient Care - Funding is provided for six additional staff at the Child Study and Treatment Center (CSTC). The CSTC has been overexpending its allotments for staffing costs, due in part to an increased frequency of assaults in the facility. Additional funding is provided to ensure appropriate patient care and a safe workplace. (General Fund-State, General Fund-Federal)

9. Staff Training Requirement - Funding is provided for the Mental Health Division to provide consultation and specialized training for all supervisory staff at the state hospitals in the identification, prevention, and effective response to sexual harassment in the workplace. Such training is necessary to resolve organizational problems at the state hospitals, such as those identified in a recent lawsuit at Western State Hospital. (General Fund-State, General Fund-Federal, General Fund-Private/Local)

10. Legal Fees - Funding is provided to increase the payment rate to counties for hourly prosecution and defense costs for sexually violent predator civil commitment. DSHS currently pays attorneys a maximum allowable rate of \$49.41 per hour, a rate established 13 years ago in WAC and not increased. Defense attorneys have recently argued before the courts that the low reimbursement rate negatively affects the defense work for their clients and may impair their clients' constitutional right to counsel. The additional funding assumes that the hourly prosecution and defense attorney payment rates are increased to \$65 per hour.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Mental Health

11. SCTF Mitigation (King Co) - Funding is provided for mitigation costs to the City of Seattle for the siting of the Secure Community Transition Facility (SCTF) site on Spokane Street. The SCTF provides a less restrictive alternative for persons civilly committed as sexually violent predators who are transitioning from the Special Commitment Center on McNeil Island. This funding will provide training for law enforcement, utility costs for improved lighting, an additional detective at the Seattle Police Department, victims counseling, and meeting costs for an advisory committee of community stakeholders. Total mitigation funding for this facility is \$385,000. Of this amount, \$140,000 was assumed in the 2003-05 enacted budget and is provided at maintenance level; the resulting additional funding is \$245,000.

12. Hospital Billing Systems Compliance - Funding is provided for additional nurses and health records technicians to improve Western State Hospital business operations in the areas of patient utilization review and billing documentation. An independent review of the hospitals' systems has identified weaknesses in these areas that could jeopardize the continued availability of non-state revenues that support hospital operations. (General Fund-State, General Fund-Private/Local)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Developmental Disabilities
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	678,562	613,177	1,291,739	678,562	613,177	1,291,739	678,562	613,177	1,291,739
Total Maintenance Changes	-16,427	13,040	-3,387	-16,427	13,040	-3,387	-16,427	13,040	-3,387
2004 Policy Changes:									
1. Placement and Waiver Block Grant	0	0	0	0	0	0	1,035	1,041	2,076
2. Community Protection Placements	826	832	1,658	1,032	984	2,016	826	832	1,658
3. Increase Employment & Day Services	0	0	0	1,000	0	1,000	0	0	0
4. Employment and Day Programs	1,000	300	1,300	0	0	0	1,000	0	1,000
5. Residential Vendor Rate Increase	3,227	2,986	6,213	0	0	0	0	0	0
6. Agency Provider Increase	312	290	602	263	244	507	0	0	0
7. Agency Provider Health Benefits	0	-134	-134	0	-306	-306	0	0	0
8. SCHIP Match	-545	545	0	-545	545	0	-545	545	0
9. Cost of Boarding Home Rule Implemen	0	0	0	3	4	7	0	0	0
10. Comprehensive Assessment Tool	1,241	1,258	2,499	1,241	1,258	2,499	1,241	1,263	2,504
11. Agency Homecare Worker Wages	0	0	0	0	0	0	312	290	602
12. Residential Care Worker Wages	0	0	0	0	0	0	2,850	2,600	5,450
13. Expand Community Services	1,035	1,041	2,076	1,474	1,483	2,957	0	0	0
Total Policy Changes	7,096	7,118	14,214	4,468	4,212	8,680	6,719	6,571	13,290
2003-05 Revised Appropriations	669,231	633,335	1,302,566	666,603	630,429	1,297,032	668,854	632,788	1,301,642
Difference from Original Appropriations	-9,331	20,158	10,827	-11,959	17,252	5,293	-9,708	19,611	9,903
% Change from Original Appropriations	-1.4%	3.3%	0.8%	-1.8%	2.8%	0.4%	-1.4%	3.2%	0.8%

Comments:

2. Community Protection Placements - Funding is provided for expanded community services for 20 clients who are: (1) being diverted or discharged from the state psychiatric hospitals; (2) participants in the Dangerous Mentally Ill Offender program; (3) participants in the Community Protection program; or (4) mental health crisis diversion outplacements. In order to increase the number of clients served and ensure the cost-effectiveness of the waiver programs, the Department will strive to limit new client placement expenditures to 90 percent of the budgeted daily rate. If this can be accomplished, additional clients may be served with excess funds provided the total projected carry-forward expenditures do not exceed those currently projected. (General Fund-State, General Fund-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Developmental Disabilities

4. Employment and Day Programs - Funding is provided for employment and day services to clients with developmental disabilities. Priority consideration for this new on-going funding shall be young adults with developmental disabilities living with their family who need employment opportunities and assistance after high school graduation. Services shall be provided proportionately between home and community-based waiver program clients and non-waiver clients. Federal funds may be used to enhance this funding to the extent that a client is already receiving services from a home and community-based waiver program. (General Fund-State, General Fund-Federal)

5. Residential Vendor Rate Increase - Funding is provided for residential providers, including supported living, group homes, adult family homes, adult residential centers, and out-of-home voluntary placement program providers, to receive an inflationary vendor rate increase of 2.4 percent on July 1, 2004. (General Fund-State, General Fund-Federal)

6. Agency Provider Increase - Funding is provided to increase compensation for direct care workers employed by homecare agencies by an average of 50 cents per hour, effective October 2004. The total amount provided also includes (1) the employer share of payroll taxes on the increased compensation; and (2) ten cents per direct service hour to address the impact of this and of the October 2003 compensation increase on the cost of sick leave, annual leave, and travel time for direct care workers. (General Fund-State, General Fund-Federal)

7. Agency Provider Health Benefits - Currently, contracted agency home care workers who work at least 20 hours per week receive subsidized health care coverage through the Basic Health Plan (BHP) or through alternative plans with substantially equivalent benefits. Premium payments for substantially equivalent plans in 2005 are projected to be as much as 61 percent more expensive than for the BHP. Funding is adjusted under the assumption that agency providers will increase their participation in the BHP or purchase substantially equivalent health care benefits that have substantially equivalent premium payments. (Health Services Account-State, General Fund-Federal)

8. SCHIP Match - A recent federal law allows states to use unspent State Children's Health Insurance Program (SCHIP) funds to match Medicaid expenditures for children with family incomes over 150 percent of the federal poverty level. Because the federal matching funds rate is higher for SCHIP expenditures than for the regular Medicaid program, this reduces required state funding. This is a one-time savings, as the federal statutory provision is due to expire in September 2005. (General Fund-State, General Fund-Federal)

10. Comprehensive Assessment Tool - Funding is provided to modify and expand the Comprehensive Assessment Reporting Evaluation (CARE) tool for use in all client assessments for individuals with developmental disabilities. A recent Joint Legislative Audit and Review Committee (JLARC) study of the Division of Developmental Disabilities (DDD) found that a consistent assessment instrument was not being used by the Department to determine client service needs. Currently, all adult clients with developmental disabilities who are eligible for Medicaid Personal Care (MPC) are being assessed with the CARE instrument. Implementation of the modified assessment will occur in three phases: 1) use of the current CARE tool on children while developing help screens with age appropriate information; 2) modification of the CARE assessment tool for children, development of a mini-assessment, and the use of the CARE tool for adults who are not currently on MPC; and 3) completion of the modified children and adult CARE assessment tool. A total of \$3.7 million will be required through Fiscal Year 2006, of which \$2.6 million are for one-time costs. Six FTEs are added for ongoing support of the new system. (General Fund-State, General Fund-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Developmental Disabilities

13. Expand Community Services - Funding is provided for community residential and support services for a minimum of 29 clients. Priority consideration for these placements shall be as follows: (1) children who are aging out of other state services; (2) clients without residential services who are in crisis or immediate risk of needing and institutional placement; and (3) current waiver clients who have been assessed as having an immediate need for residential services or increased support services. In order to increase the number of clients served and ensure the cost-effectiveness of the waiver programs, the Department will strive to limit new client placement expenditures to 90 percent of the budgeted daily rate. If this can be accomplished, additional clients may be served with excess funds provided the total projected carry-forward expenditures do not exceed those currently projected. (General Fund-State, General Fund-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Long-Term Care
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	1,128,314	1,186,043	2,314,357	1,128,314	1,186,043	2,314,357	1,128,314	1,186,043	2,314,357
Total Maintenance Changes	-41,143	10,484	-30,659	-41,143	10,484	-30,659	-41,143	10,484	-30,659
2004 Policy Changes:									
1. In-Home Care Legal Settlement	696	696	1,392	677	677	1,354	842	843	1,685
2. APS Fair Hearings	513	321	834	513	321	834	408	264	672
3. Residential Vendor Rate Increase	9,762	9,583	19,345	0	0	0	0	0	0
4. Agency Provider Increase	1,952	1,941	3,893	1,645	1,635	3,280	0	0	0
5. Agency Provider Health Benefits	-433	-433	-866	-992	-991	-1,983	0	0	0
6. Home Care Worker Contract	0	0	0	23,955	23,239	47,194	0	0	0
7. Cost of Boarding Home Rule Implemen	0	0	0	123	124	247	0	0	0
8. Boarding Home Licensing Fee	0	0	0	0	106	106	0	0	0
9. Estate Adjudication Provisions #	-200	-200	-400	-200	-200	-400	0	0	0
10. AAA Nursing/Case Mgmt Services	2,205	2,347	4,552	2,205	2,426	4,631	2,890	3,180	6,070
11. Nursing Home Rate Increase	0	0	0	0	0	0	11,134	11,686	22,820
12. Agency Homecare Worker Wages	0	0	0	0	0	0	1,952	1,941	3,893
13. Kinship Caregivers	500	0	500	500	0	500	500	0	500
Total Policy Changes	14,995	14,255	29,250	28,426	27,337	55,763	17,726	17,914	35,640
2003-05 Revised Appropriations	1,102,166	1,210,782	2,312,948	1,115,597	1,223,864	2,339,461	1,104,897	1,214,441	2,319,338
Difference from Original Appropriations	-26,148	24,739	-1,409	-12,717	37,821	25,104	-23,417	28,398	4,981
% Change from Original Appropriations	-2.3%	2.1%	-0.1%	-1.1%	3.2%	1.1%	-2.1%	2.4%	0.2%

Comments:

1. In-Home Care Legal Settlement - Funding is provided for a legal settlement in *Townsend v. Quasim*. The settlement provides for the reinstatement of an in-home medically-needy waiver for nursing-home eligible clients whose incomes exceed the current eligibility standard for community-based care. The settlement includes in-home long-term care and medical assistance services for 200 medically needy clients. (General Fund-State, General Fund-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Long-Term Care

2. APS Fair Hearings - In January 2003, the King County Superior Court ordered the Department of Social and Health Services (DSHS) to provide an administrative fair hearing to an individual home care worker terminated from employment as a result of a substantiated Adult Protective Services (APS) finding. As of October 1, 2003, DSHS began providing due process hearings for individuals with substantiated APS findings of abuse, abandonment, neglect, and/or financial exploitation of a vulnerable adult. It is estimated that 180 APS investigations per year will require such administrative fair hearings. (General Fund-State, General Fund-Federal)

3. Residential Vendor Rate Increase - Funding is provided for boarding homes, adult family homes, and adult residential centers to receive an inflationary vendor rate increase of 2.4 percent on July 1, 2004. Additionally, nursing facilities will receive a corresponding 2.4 percent increase to noncapital payment rates, increasing average nursing home payments from \$144.93 per day to \$148.11 per day in FY 2005. (General Fund-State, General Fund-Federal)

4. Agency Provider Increase - Funding is provided to increase payments to agency providers of home care services from \$14.27 per hour to \$14.93 per hour, effective October 1, 2004. As a result of these changes, compensation for direct care workers employed by home care agencies will be increased by \$0.50 per hour. Another \$0.10 per direct service hour is added to address the impact of this and of the October 2003 compensation increase on the cost of sick leave, annual leave, and travel time for direct care workers. (General Fund-State, General Fund-Federal)

5. Agency Provider Health Benefits - Currently, contracted agency home care workers who work at least 20 hours per week receive subsidized health care coverage through the Basic Health Plan (BHP) or through alternative plans with substantially equivalent benefits. Premium payments for substantially equivalent plans in 2005 are projected to be as much as 61 percent more expensive than for the BHP. Funding is adjusted under the assumption that agency providers will increase their participation in the BHP or purchase substantially equivalent health care benefits that have substantially equivalent premium payments. (General Fund-State, General Fund-Federal)

9. Estate Adjudication Provisions # - In accordance with Substitute House Bill 2904 (estate adjudication), savings are achieved by requiring that notices of estate adjudications for deceased clients who received publicly-funded long-term care and medical assistance services be sent to the DSHS and that heirs of such estates wait four months after providing notice of adjudication before being released from liability for assets transferred from the estate. These changes will allow the DSHS to increase the number of claims (approximately 20 additional claims per year) against the estates of deceased elderly and disabled clients who received services from the Department, as required by federal and state statutes. The changes to the probate code close a loophole in the law that allows for the premature distribution of assets, and provide the Department an opportunity to make claims for payments from the estates of former clients when no personal representative has been appointed to administer the estate. (General Fund-State, General Fund-Federal)

10. AAA Nursing/Case Mgmt Services - Funding for Area Agencies on Aging (AAAs) is increased by 15 percent above previously budgeted levels, beginning July 2004. Additional case managers, nurses, and case aides are authorized for in-home long-term care services provided by the AAAs. This increased staffing level will support the AAAs in meeting contracted requirements for client assessment, service implementation/coordination, and monitoring of client care. (General Fund-State, General Fund-Federal)

13. Kinship Caregivers - Funding is provided for AAAs, or entities with which AAAs contract, to provide formal and informal kinship caregivers assistance in gaining access to services, counseling, support groups, and respite care. In providing these support services, AAAs shall give priority to kinship caregivers who, in the absence of such services, are at the greatest risk of no longer being able to maintain the primary caregiving role.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Economic Services Administration
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	815,547	1,243,638	2,059,185	815,547	1,243,638	2,059,185	815,547	1,243,638	2,059,185
Total Maintenance Changes	66,682	-689	65,993	66,682	-689	65,993	66,682	-689	65,993
2004 Policy Changes:									
1. Distribution of Child Support #	-423	-411	-834	-423	-411	-834	-423	-411	-834
2. Child Care Subsidy Rate Increase	500	0	500	900	0	900	900	0	900
3. Child Care Wage Ladder	0	0	0	1,000	0	1,000	0	0	0
4. Child Support For DD Children #	36	72	108	36	72	108	36	72	108
5. LEP Pathway Program	1,250	0	1,250	2,000	0	2,000	0	0	0
6. Children's Medical Premiums	0	0	0	-951	-747	-1,698	0	0	0
7. Food Assistance #	96	27	123	0	0	0	112	0	112
8. Time Limit for General Assistance	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>-7,383</u>	<u>0</u>	<u>-7,383</u>
Total Policy Changes	1,459	-312	1,147	2,562	-1,086	1,476	-6,758	-339	-7,097
2003-05 Revised Appropriations	883,688	1,242,637	2,126,325	884,791	1,241,863	2,126,654	875,471	1,242,610	2,118,081
Difference from Original Appropriations	68,141	-1,001	67,140	69,244	-1,775	67,469	59,924	-1,028	58,896
% Change from Original Appropriations	8.4%	-0.1%	3.3%	8.5%	-0.1%	3.3%	7.3%	-0.1%	2.9%

Comments:

1. Distribution of Child Support # - Savings are assumed in recognition of House Bill 2553 (child support distribution). This agency request legislation allows the Department to consider income levels when distributing past-due child support collections for cases enforced on behalf of another state or jurisdiction. (General Fund-State, General Fund-Federal)

2. Child Care Subsidy Rate Increase - Funding is provided for a Working Connections Child Care subsidy rate increase for child care providers in urban areas of Region One.

4. Child Support For DD Children # - This item reflects child support enforcement costs related to House Bill 2554 (child support/dev disabled). This agency request legislation would allow the Division of Child Support to collect child support for some, but not all, developmentally delayed children in foster care. Funding is provided for one additional collections officer to handle the increased volume of collections caseload. (General Fund-State, General Fund-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Economic Services Administration

5. LEP Pathway Program - Funding is provided to continue specialized employment services through the WorkFirst/LEP Pathway program for refugees and other limited-English-proficient (LEP) families and individuals that receive Temporary Assistance for Needy Families, State Family Assistance, or Refugee Cash Assistance benefits. Provided services include, but are not limited to, English as a second language (ESL) training, job placement assistance, and work support services. LEP services are provided through contracts with governmental agencies, Voluntary Refugee Resettlement agencies, local community colleges, and community-based organizations involved in the resettlement of refugees and immigrants in Washington state.

7. Food Assistance # - Funding is provided to implement Senate Bill 6411 (reducing hunger). (General Fund-State, General Fund-Federal, General Fund-Private/Local)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Alcohol and Substance Abuse
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	80,640	151,714	232,354	80,640	151,714	232,354	80,640	151,714	232,354
Total Maintenance Changes	-510	3,473	2,963	-510	3,473	2,963	-510	3,473	2,963
2004 Policy Changes:									
1. Fund Shifts	300	-300	0	1,200	-1,200	0	0	0	0
2. Treatment for Problem Gambling	0	500	500	0	500	500	0	0	0
3. Washington State Mentoring Partners	250	0	250	250	0	250	250	0	250
4. Adjust TASC Funding Level	500	0	500	1,000	0	1,000	0	0	0
Total Policy Changes	1,050	200	1,250	2,450	-700	1,750	250	0	250
2003-05 Revised Appropriations	81,180	155,387	236,567	82,580	154,487	237,067	80,380	155,187	235,567
Difference from Original Appropriations	540	3,673	4,213	1,940	2,773	4,713	-260	3,473	3,213
% Change from Original Appropriations	0.7%	2.4%	1.8%	2.4%	1.8%	2.0%	-0.3%	2.3%	1.4%

Comments:

1. Fund Shifts - Funds are shifted between accounts in order to balance the state public safety and education account. (General Fund-State, Public Safety and Education Account-State, Violence Reduction and Drug Enforcement Account-State)

2. Treatment for Problem Gambling - Second Substitute House Bill 2776 (problem gambling) creates the problem gambling treatment account and establishes a study group to develop recommendations for a permanent funding source for treatment of problem gambling. The budget includes 1) a one-time transfer of \$500,000 from the state gambling revolving account to the state problem gambling treatment account; and 2) a \$500,000 appropriation from the new account for treatment of problem gambling. (Problem Gambling Treatment Account-State)

3. Washington State Mentoring Partners - Funding is provided for the Washington State Mentoring Partnership, a program that provides mentoring relationships and support to youth. The partnership serves as a network to expand the field of mentoring throughout the state, advocate prevention benefits, and provide support services. This state investment is expected to leverage funds by encouraging private-sector participation.

4. Adjust TASC Funding Level - The Treatment Accountability for Safe Communities (TASC) program connects the criminal justice and chemical dependency treatment systems, providing assessment, case management, treatment referral, and urinalysis monitoring services. The Legislature decreased funding for TASC in the 2003-05 biennial budget. An additional \$500,000 is provided to continue the TASC program in FY 2005.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Medical Assistance Payments
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	2,450,197	4,806,706	7,256,903	2,450,197	4,806,706	7,256,903	2,450,197	4,806,706	7,256,903
Total Maintenance Changes	-78,894	-47,203	-126,097	-78,894	-47,203	-126,097	-78,894	-47,203	-126,097
2004 Policy Changes:									
1. Premera Law Suit Settlement	1,187	1,188	2,375	1,187	1,188	2,375	1,187	1,188	2,375
2. Additional Federal DSH Funding	0	42,584	42,584	0	73,418	73,418	0	44,763	44,763
3. Medically Indigent Hospital Grants	0	10,000	10,000	0	0	0	0	10,000	10,000
4. Increased Hospital DSH Grants	0	6,607	6,607	0	0	0	0	4,427	4,427
5. Teaching Hospitals Federal Match	0	20,000	20,000	0	0	0	0	0	0
6. In-Home Care Legal Settlement	180	180	360	226	226	452	208	209	417
7. Home Care Referral Registry	0	155	155	0	0	0	0	0	0
8. MMIS Replacement	1,817	16,354	18,171	1,817	16,354	18,171	1,817	15,036	16,853
9. Children's Medical Premiums	0	43,621	43,621	0	54,376	54,376	0	37,350	37,350
10. Labor & Delivery Rate Increase	0	0	0	10,000	10,000	20,000	0	0	0
11. Emergency Services Rate Increase	0	0	0	5,000	5,000	10,000	0	0	0
12. Increase Hospital Grants	0	0	0	10,000	0	10,000	0	0	0
13. Time Limit for General Assistance	0	0	0	0	0	0	-8,471	0	-8,471
14. State Drug Pricing Program	-3,910	-4,003	-7,913	-6,655	-6,868	-13,523	-3,910	-4,003	-7,913
15. Improve Drug Rebate Collections	-2,744	-2,867	-5,611	0	0	0	-2,744	-2,867	-5,611
16. SCHIP Match	-130	130	0	-130	130	0	-130	130	0
17. Patient Transportation #	0	0	0	-120	-120	-240	0	0	0
18. Estate Adjudication Provisions #	-50	-50	-100	-50	-50	-100	0	0	0
Total Policy Changes	-3,650	133,899	130,249	21,275	153,654	174,929	-12,043	106,233	94,190
2003-05 Revised Appropriations	2,367,653	4,893,402	7,261,055	2,392,578	4,913,157	7,305,735	2,359,260	4,865,736	7,224,996
Difference from Original Appropriations	-82,544	86,696	4,152	-57,619	106,451	48,832	-90,937	59,030	-31,907
% Change from Original Appropriations	-3.4%	1.8%	0.1%	-2.4%	2.2%	0.7%	-3.7%	1.2%	-0.4%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Medical Assistance Payments

- 1. Premera Law Suit Settlement** - The Department of Social and Health Services agreed on December 18, 2003 to settle a lawsuit that Premera Blue Cross filed on May 22, 2000. Under the settlement, the Department will pay Premera \$2,375,000. This payment will cover all of Premera's claims related to clients enrolled in their managed care plan who were subsequently determined to have been eligible for Supplemental Security Income payments for the time period beginning October 1, 1996, and ending June 30, 2000. (General Fund-State, General Fund-Federal)
- 2. Additional Federal DSH Funding** - Congress has increased by approximately \$36.0 million the amount of federal disproportionate share hospital (DSH) revenue that will be available to the state this biennium. The budget uses \$12.0 million of the new revenue to support operation of the state psychiatric hospitals. Of the remainder, \$6.6 million is provided in direct transfers to public hospital districts, and the balance will be used to support the Basic Health Plan, children's Medicaid coverage, hospital grants, and other programs funded through the Health Services Account. (Health Services Account-State, General Fund-Federal)
- 3. Medically Indigent Hospital Grants** - Funding is provided to increase grants to hospitals serving a large number of patients who are uninsured or underinsured. (Health Services Account-State)
- 4. Increased Hospital DSH Grants** - Federal disproportionate share hospital (DSH) funding is retained directly by public hospital districts as a result of increased DSH revenue available to the state this biennium, as contained in item #2. (Health Services Account-State)
- 5. Teaching Hospitals Federal Match** - Additional federal Medicaid funding is available to offset the cost of uncompensated care at Harborview Medical Center and at the the University of Washington Hospital. The hospitals will use state appropriations and tuition revenue to provide the required non-federal match. (General Fund-Federal, General Fund-Local)
- 6. In-Home Care Legal Settlement** - Funding is provided for a legal settlement in *Townsend v. Quasim*. The settlement provides for the reinstatement of an in-home medically-needy waiver for nursing-home eligible clients whose incomes exceed the current eligibility standard for community-based care. The settlement includes in-home long-term care and medical assistance services for 200 medically needy clients. (General Fund-State, General Fund-Federal)
- 7. Home Care Referral Registry** - Increased state expenditures by the Home Care Quality Authority to develop a referral registry of individual providers of home care services will be matched with federal Medicaid funds. (General Fund-Federal)
- 8. MMIS Replacement** - Funding is provided for activities related to the replacement of the Medicaid Management Information System (MMIS). The 2003-05 budget provided initial funding for a review of system requirements and preparation of the federally required planning documents. The Department has selected a replacement approach where the new MMIS system will process all Medicaid and medical payments across the Department of Social and Health Services. Additional funding is provided in the supplemental budget to: (1) complete the system requirement analysis; (2) develop the functional requirements for the replacement system; (3) develop a long-term MMIS strategy; and (4) begin system procurement pending approval of the project design by the Information Services Board. The federal share of the project is 90 percent of the total funding. (General Fund-State, General Fund-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Medical Assistance Payments

9. Children's Medical Premiums - The federal government has approved the state's proposal to charge monthly premiums for medical, dental, and mental health coverage of children whose family incomes are above the poverty level. The budget provides additional state funds, so that families' monthly premium responsibilities will be lower for those families with incomes greater than 150 percent of the poverty level and will be eliminated for those with incomes between 100 and 150 percent of the poverty level. The new premium levels are to be \$10 per child per month for families with incomes between 150 and 200 percent of poverty, rather than \$20 per month as originally budgeted and \$15 per month, rather than \$25, for families with incomes between 200 and 250 percent of poverty. The maximum amount due from any family will remain capped at three children per household and premium implementation is delayed until July 2004. (Health Services Account-State, General Fund-Federal)

14. State Drug Pricing Program - Additional staff are authorized in order to increase the number of multi-source drug classes that are researched and priced at lower levels through the state maximum allowable cost process. The net savings result from purchasing more classes of drugs at prices closer to their actual acquisition cost, rather than at prices based on national guidelines that are often outdated. (General Fund-State, General Fund-Federal)

15. Improve Drug Rebate Collections - Funding is provided to assign four additional staff to collection of rebates due to the state under the Medicaid prescription drug program. The staff will reduce a backlog of approximately \$7 million of claims currently under dispute with the manufacturers, and initiate a number of process improvements that will result in faster recovery of rebates for a broader array of drugs in the future. (General Fund-State, General Fund-Federal)

16. SCHIP Match - A recent federal law allows states to use unspent State Children's Health Insurance Program (SCHIP) funds to match Medicaid expenditures for children with family incomes over 150 percent of the federal poverty level. Because the federal matching funds rate is higher for SCHIP expenditures than for the regular Medicaid program, this reduces required state funding. This is a one-time savings, as the federal statutory provision is due to expire in September 2005. (General Fund-State, General Fund-Federal, Health Services Account-State)

18. Estate Adjudication Provisions # - In accordance with Substitute House Bill 2904 (estate adjudication), savings are achieved by requiring that notices of estate adjudications for deceased clients who received publicly-funded long-term care and medical assistance services be sent to the DSHS and that heirs of such estates wait four months after providing notice of adjudication before being released from liability for assets transferred from the estate. These changes will allow the DSHS to increase the number of claims (approximately 20 additional claims per year) against the estates of deceased elderly and disabled clients who received services from the Department, as required by federal and state statutes. The changes to the probate code close a loophole in the law that allows for the premature distribution of assets, and provide the Department an opportunity to make claims for payments from the estates of former clients when no personal representative has been appointed to administer the estate. (General Fund-State, General Fund-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Vocational Rehabilitation
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	20,382	86,243	106,625	20,382	86,243	106,625	20,382	86,243	106,625
Total Maintenance Changes	-19	892	873	-19	892	873	-19	892	873
2003-05 Revised Appropriations	20,363	87,135	107,498	20,363	87,135	107,498	20,363	87,135	107,498
Difference from Original Appropriations	-19	892	873	-19	892	873	-19	892	873
% Change from Original Appropriations	-0.1%	1.0%	0.8%	-0.1%	1.0%	0.8%	-0.1%	1.0%	0.8%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Administration and Supporting Services
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	61,894	46,562	108,456	61,894	46,562	108,456	61,894	46,562	108,456
Total Maintenance Changes	2,698	1,210	3,908	2,698	1,210	3,908	2,698	1,210	3,908
2004 Policy Changes:									
1. APS Fair Hearings	154	126	280	154	126	280	154	126	280
2. Family Policy Council Transfer	12	6,596	6,608	12	6,596	6,608	0	6,596	6,596
3. Marriage License Fees (ESHB 2481)	0	0	0	0	395	395	0	0	0
4. Transfer Office of Juvenile Justice	2,244	5,492	7,736	2,244	5,492	7,736	0	0	0
5. Children's Medical Premiums	0	0	0	-558	-559	-1,117	0	0	0
Total Policy Changes	2,410	12,214	14,624	1,852	12,050	13,902	154	6,722	6,876
2003-05 Revised Appropriations	67,002	59,986	126,988	66,444	59,822	126,266	64,746	54,494	119,240
Difference from Original Appropriations	5,108	13,424	18,532	4,550	13,260	17,810	2,852	7,932	10,784
% Change from Original Appropriations	8.3%	28.8%	17.1%	7.4%	28.5%	16.4%	4.6%	17.0%	9.9%

Comments:

1. APS Fair Hearings - In January 2003, the King County Superior Court ordered the Department of Social and Health Services (DSHS) to provide an administrative fair hearing to an individual home care worker terminated from employment as a result of a substantiated Adult Protective Services (APS) finding. As of October 1, 2003, the DSHS began providing due process hearings for individuals with substantiated APS findings of abuse, abandonment, neglect, and/or financial exploitation of a vulnerable adult. It is estimated that 180 APS investigations per year will require such administrative fair hearings. (General Fund-State, General Fund-Federal)

2. Family Policy Council Transfer - The Family Policy Council is transferred from the DSHS's Children's Administration budget to the Administration and Supporting Services budget. (General Fund-State, Public Safety and Education Account-State, Violence Reduction and Drug Education Account-State)

4. Transfer Office of Juvenile Justice - The Office of Juvenile Justice (OJJ) is transferred from the DSHS's Juvenile Rehabilitation Administration to the Administration and Supporting Services Program. The OJJ provides staff support to the Governor's Juvenile Justice Advisory Committee and administers a variety of state and federal juvenile justice and violence prevention grant programs. (General Fund-State, General Fund-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Payments to Other Agencies
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	84,022	41,994	126,016	84,022	41,994	126,016	84,022	41,994	126,016
Total Maintenance Changes	2,552	1,023	3,575	2,552	1,023	3,575	2,552	1,023	3,575
2004 Policy Changes:									
1. APS Fair Hearings	<u>373</u>	<u>304</u>	<u>677</u>	<u>373</u>	<u>304</u>	<u>677</u>	<u>373</u>	<u>304</u>	<u>677</u>
Total Policy Changes	373	304	677	373	304	677	373	304	677
2003-05 Revised Appropriations	86,947	43,321	130,268	86,947	43,321	130,268	86,947	43,321	130,268
Difference from Original Appropriations	2,925	1,327	4,252	2,925	1,327	4,252	2,925	1,327	4,252
% Change from Original Appropriations	3.5%	3.2%	3.4%	3.5%	3.2%	3.4%	3.5%	3.2%	3.4%

Comments:

1. APS Fair Hearings - In January 2003, the King County Superior Court ordered the Department of Social and Health Services (DSHS) to provide an administrative fair hearing to an individual home care worker terminated from employment as a result of a substantiated Adult Protective Services (APS) finding. As of October 1, 2003, the DSHS began providing due process hearings for individuals with substantiated APS findings of abuse, abandonment, neglect, and/or financial exploitation of a vulnerable adult. It is estimated that 180 APS investigations per year will require such administrative fair hearings. Funding is provided to reimburse the Office of the Attorney General for costs associated with these hearings. (General Fund-State, General Fund-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Information System Services
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	0	0	0	0	0	0	0	0
2003-05 Revised Appropriations	0	0	0	0	0	0	0	0	0
Difference from Original Appropriations	0	0	0	0	0	0	0	0	0
% Change from Original Appropriations	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Social and Health Services
Homecare Collective Bargaining Agreement
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	0	0	0	0	0	0	0	0
2004 Policy Changes:									
1. Individual Provider Contract	0	0	0	0	0	0	22,521	21,847	44,368
2. Transfer Collective Bargaining	0	0	0	0	0	0	75	0	75
3. Payment System Operations	0	0	0	0	0	0	562	0	562
Total Policy Changes	0	0	0	0	0	0	23,158	21,847	45,005
2003-05 Revised Appropriations	0	0	0	0	0	0	23,158	21,847	45,005
Difference from Original Appropriations	0	0	0	0	0	0	23,158	21,847	45,005
% Change from Original Appropriations	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Ecology
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	66,727	236,808	303,535	66,727	236,808	303,535	66,727	236,808	303,535
Total Maintenance Changes	0	0	0	0	0	0	0	0	0
2004 Policy Changes:									
1. Marine Fuel Facilities (2SHB 3112)	0	0	0	0	100	100	0	0	0
2. Oil Spill Management (SHB 3020)	0	0	0	0	100	100	0	0	0
3. Water Right Fees (HB 3202)	0	0	0	270	0	270	0	0	0
4. Vehicle Tires (ESHB 3054)	0	0	0	0	1,735	1,735	0	0	0
5. Electronic Products (ESHB 2488)	65	0	65	65	0	65	0	0	0
6. Instream Flow	1,043	0	1,043	2,012	0	2,012	0	0	0
7. Loan Tracking System Enhancements	0	41	41	0	41	41	0	41	41
8. Flood Control Emergency Grant Funds	0	140	140	0	140	140	0	0	0
9. Envirotest Settlement	2,500	0	2,500	2,500	0	2,500	2,500	0	2,500
10. Mercury/Rule/Chemical Action Plans	166	159	325	0	436	436	0	159	159
11. Hazardous Waste Mgmt Liability	0	350	350	0	350	350	0	350	350
12. Drought Response	0	323	323	0	323	323	0	0	0
13. Lummi/Tulalip Water Right Mediation	0	0	0	400	0	400	400	0	400
14. SVRP Aquifer Study	0	0	0	100	0	100	0	0	0
15. Tribal Water Rights Mediation	300	0	300	0	0	0	0	0	0
16. Mitigation Bank	120	0	120	0	0	0	120	0	120
17. Rathdrum Prairie Aquifer Study	100	0	100	0	0	0	100	0	100
18. Oil Spill Prevention (SSB 6641)	0	144	144	0	0	0	0	144	144
19. Storm Water Permits (ESSB 6415)	0	536	536	0	0	0	0	918	918
20. Water Data Quality (2SSB 5957)	218	0	218	0	0	0	203	774	977
21. Restore Water Rights Processing	500	0	500	0	0	0	500	0	500
Total Policy Changes	5,012	1,693	6,705	5,347	3,225	8,572	3,823	2,386	6,209
2003-05 Revised Appropriations	71,739	238,501	310,240	72,074	240,033	312,107	70,550	239,194	309,744
Difference from Original Appropriations	5,012	1,693	6,705	5,347	3,225	8,572	3,823	2,386	6,209
% Change from Original Appropriations	7.5%	0.7%	2.2%	8.0%	1.4%	2.8%	5.7%	1.0%	2.0%

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Ecology

Comments:

5. Electronic Products (ESHB 2488) - Funding is provided for the Department to establish a subcommittee under the Solid Waste Advisory Committee to evaluate pilot projects and to develop recommendations for a statewide system for collecting, recycling, and reusing electronic products, pursuant to Engrossed Substitute House Bill 2488 (electronic product management).

6. Instream Flow - Ongoing funding is provided for the Department to: (1) establish instream flows by rule for main stem rivers and their key tributaries in the state; and (2) working with counties to map existing water rights, document current ownership, and evaluate alternative administrative systems for determining existing water rights. Funding is also provided for one additional water master.

7. Loan Tracking System Enhancements - Beginning in the 1999-01 biennium, the Department received funding to develop and implement a water quality loan tracking system to better manage approximately \$400.0 million in water quality loans. Funding is provided for system compatibility with Windows XP and the Office of Financial Management's Accounting and Fiscal Report System (AFRS) changes, and to address data transfer issues from Crystal Reports to Excel. (Water Pollution Control Revolving Account-State, Water Pollution Control Revolving Account-Federal)

8. Flood Control Emergency Grant Funds - The Department of Ecology provides grants and technical assistance to local governments for flood damage reduction projects and comprehensive flood hazard management plans. For the current biennium, grant funding was reduced from approximately \$4.0 million to \$2.0 million. To address local emergency flood control projects, the remaining \$140,000 of the one-time fund balance is provided for grants to local governments. (Flood Control Assistance Account-State)

9. Envirotest Settlement - Envirotest, the former contractor of the state's vehicle emission testing program, filed a breach of contract suit against the state in February 2002, alleging lost profits due to legislative changes in the vehicle emission testing program that resulted in fewer vehicles being tested and less revenue being generated for Envirotest. After discovery and dismissal of summary judgments requested by the state, mediation to resolve the matter was conducted. As a result of this mediation, the state has agreed to a one-time payment of \$2.5 million to settle all claims.

10. Mercury/Rule/Chemical Action Plans - One-time funding of \$166,000 from the state general fund is provided for rulemaking and the development of a chemical action plan for the chemical compound known as polybrominated diphenyl ethers (PBDE). \$84,000 of one-time state toxics control account funding is provided to complete a memorandum of understanding with the Washington State Hospital Association and the Auto Recyclers of Washington for the safe disposal of products containing mercury, and \$75,000 of ongoing state toxics control account funding is provided for coordinating fluorescent lamp recycling. (State Toxics Control Account-State, General Fund-State)

11. Hazardous Waste Mgmt Liability - When hazardous waste management facilities are abandoned or go bankrupt, they leave property owners, customers, or the public with the responsibility of paying for cleaning up and removing wastes safely. Clean-up costs range from several hundred thousand to millions of dollars. Funding is provided for rulemaking to require closure plans, liability coverage, and financial assurances for such facilities. A temporary staff person will facilitate this process. In addition, a one-time contract for financial assurance expertise will be used to supplement the rule process and to develop technical assistance materials, assess and recommend pooled liability insurance options to lower costs for businesses, and assist in the review and approval of facility financial assurance documents. (Hazardous Waste Assistance Account-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Ecology

12. Drought Response - One-time funding is provided for drought relief grants which will only be utilized if a drought is officially declared by the Governor. (State Drought Preparedness Account-State, State Emergency Water Projects Revolving Account-State)

15. Tribal Water Rights Mediation - Funding is provided to pursue resolution of federal and tribal water rights in Washington state consistent with comprehensive state water resources planning laws. Of this amount, \$200,000 of one-time funding is provided for mediation efforts with the Lummi Nation, and \$100,000 of ongoing funding is provided for coordination and staff support for the Nisqually River Council Watershed Initiative Program.

16. Mitigation Bank - One-time funding is provided for the Department to work with representatives from involved state agencies, the army corps of engineers, business, mitigation banking organizations, and environmental organizations to develop and implement a wetland banking rule. The Department shall report to the appropriate committees of the Legislature on the progress of the pilot rule by December, 2004.

17. Rathdrum Prairie Aquifer Study - The Spokane Valley-Rathdrum Prairie (SVRP) aquifer represents the sole source of drinking water for over 400,000 residents in Spokane County, Washington and Kootenai County, Idaho. Recent and projected urban, suburban, and industrial/commercial growth has raised concerns about potential future impacts on water availability and water quality in the SVRP aquifer. The states of Washington and Idaho are partnering with the U.S. Geological Survey to study the aquifer. One-time funding is provided to match federal and Idaho state funding to support the initial phase of the federal United States Geological Survey study of the Spokane Valley-Rathdrum Prairie aquifer.

18. Oil Spill Prevention (SSB 6641) - Ongoing funding is provided to implement Substitute Senate Bill 6641(oil spills) which requires the development of a "zero spill" strategy to prevent the release of oil or hazardous substances into marine waters (Oil Spill Prevention Account-State)

19. Storm Water Permits (ESSB 6415) - Ongoing funding is provided to implement the provisions of Engrossed Substitute Senate Bill 6415 (storm water discharge permits). The bill authorizes the Department to issue storm water general permits for industrial and construction dischargers within federal requirements. (Water Quality Permit Account-State)

20. Water Data Quality (2SSB 5957) - Ongoing funding is provided to implement the provisions of Engrossed Second Substitute Senate Bill 5957 (water quality data). The bill requires the Department to adopt rules and procedures that ensure water quality decisions are based on data that meet certain quality standards.

21. Restore Water Rights Processing - Ongoing funding is restored for reducing the backlog of applications for water rights change and transfers. The 2001 Legislature enacted a law allowing the Department to provide priority processing for water right changes and provided a budget increase that more than doubled the number of staff dedicated to processing water rights. The 2003-05 biennial budget reduced that funding by \$500,000 per year. This adjustment restores that funding for FY 2005.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Washington Pollution Liability Insurance Program
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	1,894	1,894	0	1,894	1,894	0	1,894	1,894
2004 Policy Changes:									
1. UST Fee (SHB 2478)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2</u>	<u>2</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Policy Changes	0	0	0	0	2	2	0	0	0
2003-05 Revised Appropriations	0	1,894	1,894	0	1,896	1,896	0	1,894	1,894
Difference from Original Appropriations	0	0	0	0	2	2	0	0	0
% Change from Original Appropriations	0.0%	0.0%	0.0%	0.0%	0.1%	0.1%	0.0%	0.0%	0.0%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
State Parks and Recreation Commission
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	59,962	43,184	103,146	59,962	43,184	103,146	59,962	43,184	103,146
Total Maintenance Changes	87	140	227	87	140	227	87	140	227
2004 Policy Changes:									
1. Digital Government	0	72	72	0	72	72	0	72	72
2. Grants and Donations	0	750	750	0	750	750	0	750	750
Total Policy Changes	0	822	822	0	822	822	0	822	822
2003-05 Revised Appropriations	60,049	44,146	104,195	60,049	44,146	104,195	60,049	44,146	104,195
Difference from Original Appropriations	87	962	1,049	87	962	1,049	87	962	1,049
% Change from Original Appropriations	0.1%	2.2%	1.0%	0.1%	2.2%	1.0%	0.1%	2.2%	1.0%

Comments:

1. Digital Government - State Parks recently replaced its network server. Funding is proved to replace outdated software, improve computer security, and utilize statewide applications, such as the Travel Voucher System. A combination of one-time (\$66,400) and ongoing technical support (\$5,600) is provided. (Parks Renewal and Stewardship Account-State)

2. Grants and Donations - State Parks periodically receives unrestricted donations as well as grants for specific park-related purposes. State law provides for donations to be deposited in the Parks Renewal and Stewardship Account-State. Expenditure authority is provided so the agency can expend these donations. (Parks Renewal and Stewardship Account-State, Parks Renewal and Stewardship Account-Private/Local)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Interagency Committee for Outdoor Recreation
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	2,502	21,758	24,260	2,502	21,758	24,260	2,502	21,758	24,260
2004 Policy Changes:									
1. Biodiversity Strategy	125	125	250	125	125	250	125	125	250
2. Habitat Program (ESHB 2275)	0	0	0	100	0	100	0	0	0
3. Land Acquisition Study (SSB 6242)	0	0	0	0	0	0	190	0	190
Total Policy Changes	125	125	250	225	125	350	315	125	440
2003-05 Revised Appropriations	2,627	21,883	24,510	2,727	21,883	24,610	2,817	21,883	24,700
Difference from Original Appropriations	125	125	250	225	125	350	315	125	440
% Change from Original Appropriations	5.0%	0.6%	1.0%	9.0%	0.6%	1.4%	12.6%	0.6%	1.8%

Comments:

1. Biodiversity Strategy - Funding is provided to begin implementing the recommendations contained in the Washington Biodiversity Conservation Strategic Report (October 2003), including the development of a state biodiversity strategy. This strategy is intended to replace existing single-species or single-resource protection programs with a more holistic approach. Work shall include identifying elements for a comprehensive biodiversity strategy, developing incentives for private landowners to protect biodiversity, enhancing state agency assessments of ecoregions, and increasing efforts to conserve biodiversity on state lands. State funds will be matched by private funding to begin implementing the Biodiversity Committee's recommendations. (General Fund-State, General Fund-Private/Local)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Environmental Hearings Office
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	1,883	0	1,883	1,883	0	1,883	1,883	0	1,883
Total Maintenance Changes	15	0	15	15	0	15	15	0	15
2004 Policy Changes:									
1. Water Rights Permit Backlog	34	0	34	34	0	34	34	0	34
Total Policy Changes	34	0	34	34	0	34	34	0	34
2003-05 Revised Appropriations	1,932	0	1,932	1,932	0	1,932	1,932	0	1,932
Difference from Original Appropriations	49	0	49	49	0	49	49	0	49
% Change from Original Appropriations	2.6%	0.0%	2.6%	2.6%	0.0%	2.6%	2.6%	0.0%	2.6%

Comments:

1. Water Rights Permit Backlog - Last biennium the Department of Ecology received funding to eliminate the backlog of water right change permits. In addition, the Environmental Hearings Office received funding for one additional appeals judge to review the appeals of these additional decisions. This water right change appeals judge is increased from working only 60 percent time to working 80 percent time to provide independent review of these appeals.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
State Conservation Commission
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	4,479	2,162	6,641	4,479	2,162	6,641	4,479	2,162	6,641
2004 Policy Changes:									
1. Education/Tech Assistance for CAFO	0	250	250	0	250	250	0	0	0
Total Policy Changes	0	250	250	0	250	250	0	0	0
2003-05 Revised Appropriations	4,479	2,412	6,891	4,479	2,412	6,891	4,479	2,162	6,641
Difference from Original Appropriations	0	250	250	0	250	250	0	0	0
% Change from Original Appropriations	0.0%	11.6%	3.8%	0.0%	11.6%	3.8%	0.0%	0.0%	0.0%

Comments:

1. Education/Tech Assistance for CAFO - One-time funding is provided for grants to conservation districts for education, outreach, and technical assistance programs to assist owners and operators of concentrated animal feeding operations (CAFO) with compliance issues related to federal CAFO requirements and the Department of Agriculture's livestock nutrient management program. (Water Quality Account-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Fish and Wildlife
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	81,632	196,208	277,840	81,632	196,208	277,840	81,632	196,208	277,840
Total Maintenance Changes	140	-407	-267	140	-407	-267	140	-407	-267
2004 Policy Changes:									
1. Contract Management System	150	150	300	150	150	300	150	150	300
2. Hunter Education	0	43	43	0	43	43	0	43	43
3. Oyster Reserve	0	274	274	0	274	274	0	274	274
4. Select Fishery-Lake Wash & E. WA	0	150	150	0	150	150	30	120	150
5. Economic Rec Fisheries (SHB 2920)	0	0	0	60	0	60	0	0	0
6. Razor Clam License (SHB 2621)	0	16	16	0	16	16	0	0	0
7. Fish and Wildlife Moneys (SHB 2626)	0	0	0	0	70	70	0	0	0
8. Dungeness Crab Card (SHB 2431)	0	417	417	0	417	417	0	0	0
9. Commercial License Buyback	112	0	112	112	0	112	0	0	0
10. Facility & Operating Efficiencies	0	0	0	0	0	0	0	100	100
11. Fish Acclimation Pond Study	50	0	50	0	0	0	50	0	50
12. Mitigate Hatchery Reduction	50	0	50	0	0	0	50	0	50
13. Habitat Mitigation Agreements	0	200	200	0	200	200	0	200	200
14. Lease Payments & Facility Plan	50	0	50	0	0	0	50	0	50
15. Critical Wildlife Disease Testing	0	180	180	0	180	180	0	180	180
16. Wildfire	0	416	416	0	416	416	0	416	416
17. Access Area Maintenance	0	166	166	0	166	166	0	166	166
Total Policy Changes	412	2,012	2,424	322	2,082	2,404	330	1,649	1,979
2003-05 Revised Appropriations	82,184	197,813	279,997	82,094	197,883	279,977	82,102	197,450	279,552
Difference from Original Appropriations	552	1,605	2,157	462	1,675	2,137	470	1,242	1,712
% Change from Original Appropriations	0.7%	0.8%	0.8%	0.6%	0.9%	0.8%	0.6%	0.6%	0.6%

Comments:

1. Contract Management System - The current contract management system within the Department tracks approximately 1,300 contracts and amendments annually. The Department has developed the first phase of a revised system and seeks to complete the system. This item provides one-time funding for completion of the financial reporting components of the system to provide timely and relevant management information about projects and funding. It is assumed that future operations and maintenance needs for the system are to be absorbed by the Department. (General Fund-State, State Wildlife Account-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Fish and Wildlife

2. Hunter Education - Increasing demand for hunter education has limited the Department's ability to provide adequate numbers of courses to the public and/or retain sufficient numbers of qualified instructors. This item provides one-time funding of \$40,000 for instructor training and recognition costs and an increase of \$3,500 in ongoing funding for classroom materials and out-of-pocket instructor costs. (State Wildlife Account-State)

3. Oyster Reserve - During the 2001-03 Biennium, revenues from the oyster reserve program exceeded initial projections by roughly \$160,000. The success of the program requires additional work to maintain existing revenues and to expand the program to increase revenues in future years. Initial authority allowed the Department to use 40 percent of the revenue to administer the program, to return 10 percent to the state general fund, and to transfer 50 percent to the Puget Sound Action Team for distribution as grants to improve septic systems in coastal areas of Southwest Washington. This item provides an increase of \$274,000 to continue and expand current activities and brings the total spending to \$411,000 per biennium. (Oyster Reserve Lands Account-State)

4. Select Fishery-Lake Wash & E. WA - Preliminary forecasts indicate a Lake Washington Sockeye salmon return of roughly 600,000 fish. The number of fish returning is expected to be 20-25 percent higher than the 1990 season when that fishery provided an estimated economic value to the region of \$6.0 million. For 2004, the projected economic value to the region is estimated at \$9.0 to \$12.0 million. To provide this recreational opportunity to the public, the Department must increase fishery monitoring and sampling to ensure that fish listed under the Endangered Species Act are adequately protected. This item provides one-time funding to conduct supplemental monitoring and sampling to open the Lake Washington Sockeye Fishery and one additional Eastern Washington recreational fishery during the 2004 season. (Recreational Fisheries Enhancement Account-State, State Wildlife Account-State)

6. Razor Clam License (SHB 2621) - Funding is provided to administer a new razor clam license as outlined in Substitute House Bill 2621 (razor clam license). The bill establishes an annual and a three-day razor clam license, eliminates the two-day personal use shellfish and seaweed license, and limits the ability of the Department to collect personal information from an applicant. The three-day razor clam license is \$3.30 for both residents and non-residents and the annual razor clam license costs \$5.50 for a Washington resident and \$11.00 for a non-resident. In addition, razor clam licenses are assessed a surcharge for biotoxin testing and monitoring. (State Wildlife Account-State)

8. Dungeness Crab Card (SHB 2431) - Funding is provided to implement Substitute House Bill 2431 (dungeness crab endorsement). The bill requires the Department to use revenue from the sale of dungeness catch record cards for sampling and monitoring of the harvest associated with the dungeness crab recreational fisheries. The bill requires a catch record card endorsement for Puget Sound recreational fishers to take or possess dungeness crab. The endorsements may not exceed \$3.00. (State Wildlife Account-State)

9. Commercial License Buyback - One-time funding is provided to buy back purse seine fishing licenses as part of a commercial license buyback program. This program allows salmon fishers the opportunity to sell their licenses back to the state and exit from salmon fisheries.

11. Fish Acclimation Pond Study - One-time funding is provided for a feasibility study for an acclimation pond at or near the Chelan fish hatchery.

12. Mitigate Hatchery Reduction - Ongoing funding is provided to restore budget reductions that threatened hatchery production and public education opportunities at the Issaquah facility.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Fish and Wildlife

13. Habitat Mitigation Agreements - Funding for upland habitat mitigation agreements in the Snake River region is transferred from the capital budget to the operating budget. The \$500,000 capital appropriation from the state wildlife account for this purpose is deleted. Instead, \$500,000 from the state wildlife account is transferred to the special wildlife account-state to be available for appropriations for habitat mitigation agreements over multiple biennia. (Special Wildlife Account - State, Special Wildlife Account - Local)

14. Lease Payments & Facility Plan - One-time funding is provided for lease payments for the hatchery manager's residence at the Vancouver facility. Funding is also included for design work for an environmental education facility in cooperation with the Columbia Springs Environmental Education Center.

15. Critical Wildlife Disease Testing - In the 2002 supplemental budget, the Department received \$180,000 in FY 2003 to help control wildlife disease, such as chronic wasting disease (CWD) in deer and elk, and to document sources of swan lead poisoning. However, the supplemental funding was not fully recognized in the 2003-05 budget. This item fully funds these activities in the second year. Of the amount provided, \$115,000 is to continue CWD testing in deer and elk and \$65,000 is provided to document the extent of lead poisoning in swans and to begin the process of environmental cleanup. (State Wildlife Account-State)

16. Wildfire - Wildfires burned in excess of 6,250 acres of Department lands during the summer of 2003. Funding is provided for fire suppression costs and rehabilitation costs on agency lands. The Department will reimburse \$122,000 of these funds to the Department of Natural Resources for fire suppression costs on Department of Fish and Wildlife lands. Rehabilitation includes erosion control, restoring native perennial vegetation, and limiting the spread of noxious weeds. Additional funding in the amount of \$166,000 is provided for restoration of deer, elk, and boundary fencing on agency lands destroyed by wildfires. (State Wildlife Account-State)

17. Access Area Maintenance - Increased use of agency access sites has resulted in steady deterioration of boat ramps, signs, fences, and restrooms as well as an erosion of agency weed control efforts at these sites. Funding is provided from the sale of vehicle use permits to support maintenance and weed control activities at boat ramps, signs, fences, and restrooms. (State-Wildlife Account-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Natural Resources
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	64,540	215,605	280,145	64,540	215,605	280,145	64,540	215,605	280,145
Total Maintenance Changes	19	58	77	19	58	77	19	58	77
2004 Policy Changes:									
1. NRCA Fire Damage Restoration	60	0	60	60	0	60	60	0	60
2. Pacific Sound Resources Litigation	300	0	300	940	0	940	940	0	940
3. Emergency Fire Suppression	23,516	1,307	24,823	23,516	1,307	24,823	23,516	1,307	24,823
4. Access Roads (SHB 2506)	0	0	0	0	161	161	0	0	0
5. State-Owned Forest Land (ESHB 2753)	0	0	0	0	178	178	0	0	0
6. Marina Rent Study	0	40	40	0	40	40	0	0	0
7. Recreation Site & Trail Maintenance	200	0	200	450	0	450	0	0	0
8. Avoiding Camp & Trail Closures	0	0	0	0	0	0	200	0	200
9. Forest Health Study (2SSB 6144)	0	0	0	0	0	0	50	150	200
10. Mapping of Gravel & Stone Deposits	108	0	108	0	0	0	108	0	108
11. Pacific Sound Resources Settlement	2,000	2,750	4,750	0	0	0	0	0	0
Total Policy Changes	26,184	4,097	30,281	24,966	1,686	26,652	24,874	1,457	26,331
2003-05 Revised Appropriations	90,743	219,760	310,503	89,525	217,349	306,874	89,433	217,120	306,553
Difference from Original Appropriations	26,203	4,155	30,358	24,985	1,744	26,729	24,893	1,515	26,408
% Change from Original Appropriations	40.6%	1.9%	10.8%	38.7%	0.8%	9.5%	38.6%	0.7%	9.4%

Comments:

1. NRCA Fire Damage Restoration - One-time funding is provided for habitat restoration in the Department-managed Loomis Natural Resource Conservation Area (NRCA), which sustained damage as a result of fighting the Farewell Creek fire during the summer of 2003. Restoration work for this conservation area will meet a higher standard than restoration on non-conservation lands, and will include reshaping slopes to the natural contour and the replanting of a fire road with native vegetation.

2. Pacific Sound Resources Litigation - One-time funding is provided for legal defense costs related to a toxic-cleanup lawsuit filed in King County Superior Court by Pacific Sound Resources (PSR) and the Port of Seattle against the state of Washington, the Department of Natural Resources (DNR), and other defendants.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Natural Resources

3. Emergency Fire Suppression - One-time funding is provided for incurred and anticipated emergency fire suppression costs during FY 2004 in excess of the Department's existing fire suppression appropriations. Funding includes \$1.0 million in anticipated fire suppression costs. Funding is also provided in the appropriations for the Department of Fish and Wildlife to offset costs incurred by the Department of Natural Resources for fire suppression on the Department of Fish and Wildlife lands. Emergency fire suppression funding is not provided for indirect and administrative costs within the Department. (General Fund-State, General Fund-Federal)

6. Marina Rent Study - One-time funding is provided for the Department of Natural Resources (DNR) to calculate the rent for DNR-leased marinas to be based on a percentage of a marina's income and to recommend an appropriate formula to the 2005 Legislature. (Aquatic Lands Enhancement Account-State)

7. Recreation Site & Trail Maintenance - Ongoing funding is provided to avoid closures of camp sites and trails maintained by the department. This additional funding, along with increases provided in the biennial budget from the Off Road Vehicle Account-State, restores 2003-05 reductions in General Fund-State support for camp sites and trails. If additional funding is required to avoid closures to camp sites and trails during the 2003-05 biennium, the Department is directed to reduce expenditures for agency administration by five percent and redeploy those general fund resources to the recreation program prior to closing any camp sites or trails.

10. Mapping of Gravel & Stone Deposits - One-time funding is provided for the mapping of gravel and stone resources for Clark and Yakima counties. The project should produce electronic geologic maps with databases that estimate thickness and volumes of the deposits.

11. Pacific Sound Resources Settlement - One-time funding is provided for settlement costs related to a toxic-cleanup lawsuit filed in King County Superior Court by Pacific Sound Resources (PSR) and the Port of Seattle against the State of Washington, the Department of Natural Resources (DNR), and other defendants. (State Toxics Control Account-State, Aquatic Lands Enhancement Account-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Agriculture
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	14,688	76,183	90,871	14,688	76,183	90,871	14,688	76,183	90,871
Total Maintenance Changes	0	232	232	0	232	232	0	232	232
2004 Policy Changes:									
1. BSE Ongoing Response	329	0	329	329	0	329	329	0	329
2. Animal Disease Emergency Response	150	0	150	150	0	150	150	0	150
3. Agricultural Economic Development	630	0	630	630	0	630	630	0	630
4. Agriculture Industry Assistance	1,500	0	1,500	3,000	0	3,000	0	0	0
5. Asparagus Technology Study	330	0	330	330	0	330	0	0	0
6. Spartina Eradication	0	85	85	0	85	85	0	0	0
7. Comprehensive Irrigation Plans	0	0	0	0	0	0	1,100	0	1,100
8. Hop Commission Assistance	400	0	400	0	0	0	0	0	0
9. Herbicide Study	50	0	50	0	0	0	0	0	0
10. Noxious Weed Control	500	0	500	0	0	0	0	0	0
11. Peshastin Irrigation Plan	0	0	0	0	0	0	75	0	75
Total Policy Changes	3,889	85	3,974	4,439	85	4,524	2,284	0	2,284
2003-05 Revised Appropriations	18,577	76,500	95,077	19,127	76,500	95,627	16,972	76,415	93,387
Difference from Original Appropriations	3,889	317	4,206	4,439	317	4,756	2,284	232	2,516
% Change from Original Appropriations	26.5%	0.4%	4.6%	30.2%	0.4%	5.2%	15.6%	0.3%	2.8%

Comments:

1. BSE Ongoing Response - Funding is provided for ongoing support to the Department in response to the discovery of a Washington dairy cow infected with Bovine Spongiform Encephalopathy (BSE), also known as "mad cow" disease. Funding is provided to enhance the agency's animal identification, food safety, and commercial feed inspection programs.

2. Animal Disease Emergency Response - Bovine Spongiform Encephalopathy (BSE), also known as "mad cow" disease, was discovered in a Washington state dairy cow in late December 2003. This discovery set off an incident response by the Washington State Department of Agriculture (WSDA) and other state agencies. As a result, additional one-time staffing and funding is provided to cover estimated overtime and legal costs.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Agriculture

3. Agricultural Economic Development - Ongoing funding is provided to continue five agricultural promotion programs whose funding would otherwise expire, or be reduced, during the 2003-05 biennium. "From the Heart of Washington" produces articles, advertisements, and events to "buy Washington," thereby promoting Washington agriculture. A Southeast Asia/China trade representative assists international sales of Washington products to those areas of the world. The Small Farm and Direct Marketing program connects small farmers directly with consumers and the Department's domestic marketing and food and agricultural industry security programs are also enhanced.

4. Agriculture Industry Assistance - One-time funding is provided to the Department for the purchase of agricultural products packing equipment. The Department shall negotiate an appropriate agreement with the agricultural industry for the use of the equipment.

5. Asparagus Technology Study - Ongoing funding is provided to the Department to contract with Washington State University for research and development activities related to asparagus harvesting and automation technology.

6. Spartina Eradication - One-time funding is provided to the Department for spartina eradication efforts in Willapa Bay and Grays Harbor. (Aquatic Lands Enhancement Account-State)

8. Hop Commission Assistance - One-time funding is provided for the Hop Commission to research and develop new harvesting technologies.

9. Herbicide Study - One time funding is provided to assist the Washington State Water Resources Association in their study of the herbicide Xylene.

10. Noxious Weed Control - Ongoing funding is provided for the control of a noxious weed, the Japanese Knotweed.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Washington State Patrol
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	38,860	49,513	88,373	38,860	49,513	88,373	38,860	49,513	88,373
Total Maintenance Changes	0	712	712	0	712	712	0	712	712
2004 Policy Changes:									
1. Commercial License Compliance #	0	276	276	0	276	276	0	0	0
2. Equip Maintenance/Software Licenses	0	217	217	0	217	217	0	217	217
3. Fund Switch Crime Lab	0	0	0	0	0	0	0	0	0
4. Fund Switch Investigative Assist.	0	0	0	0	0	0	0	0	0
5. DNA Kits	0	376	376	0	376	376	0	376	376
Total Policy Changes	0	869	869	0	869	869	0	593	593
2003-05 Revised Appropriations	38,860	51,094	89,954	38,860	51,094	89,954	38,860	50,818	89,678
Difference from Original Appropriations	0	1,581	1,581	0	1,581	1,581	0	1,305	1,305
% Change from Original Appropriations	0.0%	3.2%	1.8%	0.0%	3.2%	1.8%	0.0%	2.6%	1.5%

Comments:

1. Commercial License Compliance # - Funding is provided for processing an additional 10,900 criminal history records pursuant to Substitute House Bill 2532 (modifying commercial drivers license provisions), which establishes new requirements for commercial driver license applicants and school bus drivers. The changes will bring the state into compliance with new regulations promulgated by the Federal Motor Carrier Administration and the Transportation Security Administration. (Fingerprint Identification Account-State)

2. Equip Maintenance/Software Licenses - Funding is provided to cover increased vendor maintenance costs for the Washington State Identification System (WASIS) and Washington Crime Information Center (WACIC), or "W2," computer system. (Public Safety and Education Account-State)

3. Fund Switch Crime Lab - Projected revenues in the Federal Seizure Account are not sufficient to cover allocated expenditures for the State Patrol's Crime Laboratory Division. Funding for this activity is shifted to the Public Safety and Education Account. (Public Safety and Education Account-State, Federal Seizure Account)

4. Fund Switch Investigative Assist. - Projected revenues in the Federal Seizure Account are not sufficient to cover allocated expenditures for the State Patrol's Special Weapons and Tactics (SWAT) team. Funding for this activity is shifted to the Public Safety and Education Account. (Public Safety and Education Account-State, Federal Seizure Account)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Washington State Patrol

5. DNA Kits - Funding is provided to the Crime Laboratory Division for the increasing demand for DNA casework services. DNA kits are needed for an increased number of DNA analysis cases, due to using a more advanced method which permits analysis of trace evidence. (Public Safety and Education Account-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Department of Licensing
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	9,974	25,610	35,584	9,974	25,610	35,584	9,974	25,610	35,584
Total Maintenance Changes	74	-430	-356	74	-430	-356	74	-430	-356
2004 Policy Changes:									
1. Bail Bond Agents (SHB 2313)	0	0	0	15	0	15	0	0	0
2. Landlord/Tenant Disputes (SHB 3082)	0	0	0	0	761	761	0	0	0
3. Appraiser Trainees (2SHB 1897)	0	0	0	0	95	95	0	0	0
4. Licensing Cosmetologists (SSB 6341)	318	0	318	0	0	0	0	0	0
Total Policy Changes	318	0	318	15	856	871	0	0	0
2003-05 Revised Appropriations	10,366	25,180	35,546	10,063	26,036	36,099	10,048	25,180	35,228
Difference from Original Appropriations	392	-430	-38	89	426	515	74	-430	-356
% Change from Original Appropriations	3.9%	-1.7%	-0.1%	0.9%	1.7%	1.4%	0.7%	-1.7%	-1.0%

Comments:

4. Licensing Cosmetologists (SSB 6341) - Funding is provided to implement SSB 6341 (cosmetologists) which requires the Department of Licensing to produce and mail notices to all licensees (cosmetologists, manicurists, estheticians, and barbers) in good standing or in an inactive status of future statutory and regulatory changes concerning certification and renewal requirements.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	10,104,649	1,801,959	11,906,608	10,104,649	1,801,959	11,906,608	10,104,649	1,801,959	11,906,608
Total Maintenance Changes	39,903	38,338	78,241	39,903	31,056	70,959	39,903	31,056	70,959
2004 Policy Changes:									
1. WASL Changes	869	0	869	1,180	0	1,180	688	0	688
2. Reading Initiative	0	0	0	375	0	375	0	0	0
3. Mathematics Initiative	575	0	575	575	0	575	0	0	0
4. Kindergarten Readiness Guidelines	0	0	0	100	0	100	0	0	0
5. Alternative Routes to Certification	340	0	340	340	0	340	340	0	340
6. Charter Schools #	531	0	531	0	0	0	531	0	531
7. Washington Achievers Scholars	0	0	0	250	0	250	0	0	0
8. WWII Oral History Project	0	0	0	50	0	50	0	0	0
9. HB 2538 \$1000 Minimum Benefit	226	1	227	225	1	226	0	0	0
10. Hlth Benefit Parity	0	0	0	24,376	107	24,483	0	0	0
11. HB 2456 Sexual Misconduct	0	0	0	44	0	44	0	0	0
12. HB 2406 Tribal History Curriculum	0	0	0	25	0	25	0	0	0
13. HB 2455 Financial Literacy	0	0	0	48	0	48	0	0	0
14. HB 2596 Children with Disabilities	0	0	0	10	0	10	0	0	0
15. HB 2769 Reducing Hunger	0	0	0	11	0	11	0	0	0
16. HB 1796 Low-Income Drivers Ed	0	0	0	0	831	831	0	0	0
17. Teen Abstinence	0	0	0	194	0	194	0	0	0
18. Title II Expenditure Study in JLARC	0	0	0	0	-50	-50	0	0	0
19. SB 6211 Levy Equalization	3,633	0	3,633	0	0	0	0	0	0
20. Hlth Benefit Rate Parity/Increase	9,495	44	9,539	0	0	0	0	0	0
21. Special Services Pilot Project Adj	-290	0	-290	0	0	0	0	0	0
22. Integrating Federal Funds	-990	990	0	0	0	0	0	0	0
23. Classified Staff Salary Increase	5,452	23	5,475	0	0	0	5,453	22	5,475
24. Nature and Environmental Education	75	0	75	0	0	0	75	0	75
25. Child Abduction Materials	25	0	25	0	0	0	25	0	25
26. Nursing Corp	0	0	0	0	0	0	1,000	0	1,000
27. Reading and Math Software	250	0	250	0	0	0	250	0	250
28. Virtual Classroom Consortium	100	0	100	0	0	0	100	0	100
29. Sexual Misconduct Legislation	44	0	44	0	0	0	44	0	44
30. Levy Equalization Restoration	0	0	0	0	0	0	5,917	0	5,917
Total Policy Changes	20,335	1,058	21,393	27,803	889	28,692	14,423	22	14,445

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Revised Appropriations	10,164,887	1,841,355	12,006,242	10,172,355	1,833,904	12,006,259	10,158,975	1,833,037	11,992,012
Difference from Original Appropriations	60,238	39,396	99,634	67,706	31,945	99,651	54,326	31,078	85,404
% Change from Original Appropriations	0.6%	2.2%	0.8%	0.7%	1.8%	0.8%	0.5%	1.7%	0.7%

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
OSPI & Statewide Programs
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	41,538	87,652	129,190	41,538	87,652	129,190	41,538	87,652	129,190
Total Maintenance Changes	0	6,298	6,298	0	6,298	6,298	0	6,298	6,298
2004 Policy Changes:									
1. Reading Initiative	0	0	0	61	0	61	0	0	0
2. Mathematics Initiative	60	0	60	60	0	60	0	0	0
3. Kindergarten Readiness Guidelines	0	0	0	100	0	100	0	0	0
4. Alternative Routes to Certification	340	0	340	340	0	340	340	0	340
5. Charter Schools #	130	0	130	0	0	0	130	0	130
6. Washington Achievers Scholars	0	0	0	250	0	250	0	0	0
7. WWII Oral History Project	0	0	0	50	0	50	0	0	0
8. HB 2456 Sexual Misconduct	0	0	0	44	0	44	0	0	0
9. HB 2406 Tribal History Curriculum	0	0	0	25	0	25	0	0	0
10. HB 2455 Financial Literacy	0	0	0	48	0	48	0	0	0
11. HB 2596 Children with Disabilities	0	0	0	10	0	10	0	0	0
12. Teen Abstinence	0	0	0	194	0	194	0	0	0
13. Special Services Pilot Project Adj	-290	0	-290	0	0	0	0	0	0
14. Nature and Environmental Education	75	0	75	0	0	0	75	0	75
15. Child Abduction Materials	25	0	25	0	0	0	25	0	25
16. Nursing Corp	0	0	0	0	0	0	1,000	0	1,000
17. Virtual Classroom Consortium	100	0	100	0	0	0	100	0	100
18. Sexual Misconduct Legislation	44	0	44	0	0	0	44	0	44
Total Policy Changes	484	0	484	1,182	0	1,182	1,714	0	1,714
2003-05 Revised Appropriations	42,022	93,950	135,972	42,720	93,950	136,670	43,252	93,950	137,202
Difference from Original Appropriations	484	6,298	6,782	1,182	6,298	7,480	1,714	6,298	8,012
% Change from Original Appropriations	1.2%	7.2%	5.2%	2.8%	7.2%	5.8%	4.1%	7.2%	6.2%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
OSPI & Statewide Programs

2. Mathematics Initiative - The Washington Professional Educator Standards Board (WPESB) will submit a report regarding specific implementation strategies to strengthen the mathematics initiative by improving teacher knowledge and skill development including: a) teacher preparation program approval standard changes; b) teacher certification requirement changes and the development of new expertise credentials; c) state-established standards to guide the approval of professional development providers and offerings related to reading and mathematics; and d) other related recommendations. The WPESB will submit the report to the Governor, Superintendent of Public Instruction, State Board of Education, and the education and fiscal committees of the Legislature by November 1, 2004.

4. Alternative Routes to Certification - Funding is provided for the Washington Professional Educator Standards Board to expand the alternative routes to teaching program to provide more teacher certification opportunities in areas of the state without current access to an alternative route program. The expansion will add 40 additional internships to the alternative route to teaching program, building upon a federal grant to establish regional teacher preparation centers.

5. Charter Schools # - Funding is provided for the implementation of 2SHB 2295 or 2ESSB 5012 (charter schools), which authorize the establishment of a limited number of charter schools. Most of the fiscal impact comes from an anticipated increase in funded enrollment due to home-schooled and private school students switching to public charter schools. The Office of the Superintendent of Public Instruction will monitor the number of charter schools subject to the limits in the legislation and provide technical assistance to districts and charter schools.

13. Special Services Pilot Project Adj - Under Chapter 133, Laws of 2003 (2SHB 2012 - Special Services Pilot Program), two districts were selected to provide early intensive reading and language assistance to students who are struggling academically. In FY 2004, to date, the programs have been unable to spend all of the state funds provided for this purpose. An adjustment is made to reflect this underexpenditure.

14. Nature and Environmental Education - Chapter 22, Laws of 2003 (ESHB 1466) established a natural science, wildlife, and environmental education grant program. One-time startup funding is provided to initiate the grant program. After this biennium, it is assumed that donations and other sources of funding will support the grant program.

15. Child Abduction Materials - Funding is provided for the school safety center advisory committee to identify instructional materials and resources for students, parents and teachers that are designed to prevent the abduction of children.

17. Virtual Classroom Consortium - One-time funding is provided for the Washington Virtual Classroom Consortium which currently includes Adna, Concrete, Eatonville, Ocosta, North Franklin, Quillayute Valley, Quinault Lake, Wapato, Wellpinit, and White Salmon school districts.

18. Sexual Misconduct Legislation - Funding is provided to implement 2SSB 5533 (disclosure of misconduct).

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
General Apportionment
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	7,945,276	0	7,945,276	7,945,276	0	7,945,276	7,945,276	0	7,945,276
Total Maintenance Changes	19,286	0	19,286	19,286	0	19,286	19,286	0	19,286
2004 Policy Changes:									
1. Charter Schools #	401	0	401	0	0	0	401	0	401
2. HB 2538 \$1000 Minimum Benefit	193	0	193	193	0	193	0	0	0
Total Policy Changes	594	0	594	193	0	193	401	0	401
2003-05 Revised Appropriations	7,965,156	0	7,965,156	7,964,755	0	7,964,755	7,964,963	0	7,964,963
Difference from Original Appropriations	19,880	0	19,880	19,479	0	19,479	19,687	0	19,687
% Change from Original Appropriations	0.3%	0.0%	0.3%	0.2%	0.0%	0.2%	0.2%	0.0%	0.2%

Comments:

1. Charter Schools # - Funding is provided for the implementation of 2SHB 2295 or 2ESSB 5012 (charter schools), which authorize the establishment of a limited number of charter schools. Most of the fiscal impact comes from an anticipated increase in funded enrollment due to home-schooled and private school students switching to public charter schools. The Office of the Superintendent of Public Instruction will monitor the number of charter schools subject to the limits in the legislation and provide technical assistance to districts and charter schools.

2. HB 2538 \$1000 Minimum Benefit - Funding is provided for increased pension contribution rate costs associated with paying a \$1,000 minimum benefit to certain members of the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1, pursuant to Substitute House Bill 2538 (minimum monthly retirement).

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
Pupil Transportation
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	411,917	0	411,917	411,917	0	411,917	411,917	0	411,917
Total Maintenance Changes	23,436	0	23,436	23,436	0	23,436	23,436	0	23,436
2003-05 Revised Appropriations	435,353	0	435,353	435,353	0	435,353	435,353	0	435,353
Difference from Original Appropriations	23,436	0	23,436	23,436	0	23,436	23,436	0	23,436
% Change from Original Appropriations	5.7%	0.0%	5.7%	5.7%	0.0%	5.7%	5.7%	0.0%	5.7%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
School Food Services
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	6,200	376,861	383,061	6,200	376,861	383,061	6,200	376,861	383,061
Total Maintenance Changes	0	-19,941	-19,941	0	-19,941	-19,941	0	-19,941	-19,941
2003-05 Revised Appropriations	6,200	356,920	363,120	6,200	356,920	363,120	6,200	356,920	363,120
Difference from Original Appropriations	0	-19,941	-19,941	0	-19,941	-19,941	0	-19,941	-19,941
% Change from Original Appropriations	0.0%	-5.3%	-5.2%	0.0%	-5.3%	-5.2%	0.0%	-5.3%	-5.2%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
Special Education
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	861,198	409,637	1,270,835	861,198	409,637	1,270,835	861,198	409,637	1,270,835
Total Maintenance Changes	1,604	15,851	17,455	1,604	15,851	17,455	1,604	15,851	17,455
2004 Policy Changes:									
1. HB 2538 \$1000 Minimum Benefit	22	1	23	22	1	23	0	0	0
2. Integrating Federal Funds	<u>-961</u>	<u>961</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Policy Changes	-939	962	23	22	1	23	0	0	0
2003-05 Revised Appropriations	861,863	426,450	1,288,313	862,824	425,489	1,288,313	862,802	425,488	1,288,290
Difference from Original Appropriations	665	16,813	17,478	1,626	15,852	17,478	1,604	15,851	17,455
% Change from Original Appropriations	0.1%	4.1%	1.4%	0.2%	3.9%	1.4%	0.2%	3.9%	1.4%

Comments:

1. HB 2538 \$1000 Minimum Benefit - Funding is provided for increased pension contribution rate costs associated with paying a \$1,000 minimum benefit to certain members of the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1, pursuant to Substitute House Bill 2538 (minimum monthly retirement).

2. Integrating Federal Funds - The budget incorporates a portion of the increase in federal funds to pay for some of the increased costs of the Special Education Program. (General Fund-State, General Fund-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
Traffic Safety Education
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	0	0	0	0	0	0	0	0
2004 Policy Changes:									
1. HB 1796 Low-Income Drivers Ed	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>831</u>	<u>831</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Policy Changes	0	0	0	0	831	831	0	0	0
2003-05 Revised Appropriations	0	0	0	0	831	831	0	0	0
Difference from Original Appropriations	0	0	0	0	831	831	0	0	0
% Change from Original Appropriations	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
Educational Service Districts
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	7,075	0	7,075	7,075	0	7,075	7,075	0	7,075
2004 Policy Changes:									
1. HB 2538 \$1000 Minimum Benefit	1	0	1	1	0	1	0	0	0
Total Policy Changes	1	0	1	1	0	1	0	0	0
2003-05 Revised Appropriations	7,076	0	7,076	7,076	0	7,076	7,075	0	7,075
Difference from Original Appropriations	1	0	1	1	0	1	0	0	0
% Change from Original Appropriations	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Comments:

1. HB 2538 \$1000 Minimum Benefit - Funding is provided for increased pension contribution rate costs associated with paying a \$1,000 minimum benefit to certain members of the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1, pursuant to Substitute House Bill 2538 (minimum monthly retirement).

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
Levy Equalization
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	329,309	0	329,309	329,309	0	329,309	329,309	0	329,309
Total Maintenance Changes	-4,315	0	-4,315	-4,315	0	-4,315	-4,315	0	-4,315
2004 Policy Changes:									
1. SB 6211 Levy Equalization	3,633	0	3,633	0	0	0	0	0	0
2. Levy Equalization Restoration	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>5,917</u>	<u>0</u>	<u>5,917</u>
Total Policy Changes	3,633	0	3,633	0	0	0	5,917	0	5,917
2003-05 Revised Appropriations	328,627	0	328,627	324,994	0	324,994	330,911	0	330,911
Difference from Original Appropriations	-682	0	-682	-4,315	0	-4,315	1,602	0	1,602
% Change from Original Appropriations	-0.2%	0.0%	-0.2%	-1.3%	0.0%	-1.3%	0.5%	0.0%	0.5%

Comments:

1. SB 6211 Levy Equalization - Under SSB 6211 (levy base calculations), each district's levy base will be increased by (1) the difference between the amount the district would have received under I-728 as originally passed by voters and the amount the district actually receives under I-728 as amended in 2003; and (2) the difference between the amount the district would have received under I-732 as originally passed by voters and the amount the district actually receives under I-732 as amended in 2003. This change increases projected state levy equalization allocations by \$3.6 million in FY 2005.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
Elementary & Secondary School Improvement
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	46,198	46,198	0	46,198	46,198	0	46,198	46,198
Total Maintenance Changes	0	-3,381	-3,381	0	-3,381	-3,381	0	-3,381	-3,381
2003-05 Revised Appropriations	0	42,817	42,817	0	42,817	42,817	0	42,817	42,817
Difference from Original Appropriations	0	-3,381	-3,381	0	-3,381	-3,381	0	-3,381	-3,381
% Change from Original Appropriations	0.0%	-7.3%	-7.3%	0.0%	-7.3%	-7.3%	0.0%	-7.3%	-7.3%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
Institutional Education
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	37,688	0	37,688	37,688	0	37,688	37,688	0	37,688
Total Maintenance Changes	-1,306	0	-1,306	-1,306	0	-1,306	-1,306	0	-1,306
2004 Policy Changes:									
1. HB 2538 \$1000 Minimum Benefit	<u>1</u>	<u>0</u>	<u>1</u>	<u>1</u>	<u>0</u>	<u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Policy Changes	1	0	1	1	0	1	0	0	0
2003-05 Revised Appropriations	36,383	0	36,383	36,383	0	36,383	36,382	0	36,382
Difference from Original Appropriations	-1,305	0	-1,305	-1,305	0	-1,305	-1,306	0	-1,306
% Change from Original Appropriations	-3.5%	0.0%	-3.5%	-3.5%	0.0%	-3.5%	-3.5%	0.0%	-3.5%

Comments:

1. HB 2538 \$1000 Minimum Benefit - Funding is provided for increased pension contribution rate costs associated with paying a \$1,000 minimum benefit to certain members of the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1, pursuant to Substitute House Bill 2538 (minimum monthly retirement).

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
Education of Highly Capable Students
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	13,211	0	13,211	13,211	0	13,211	13,211	0	13,211
Total Maintenance Changes	40	0	40	40	0	40	40	0	40
2004 Policy Changes:									
1. HB 2538 \$1000 Minimum Benefit	<u>1</u>	<u>0</u>	<u>1</u>	<u>1</u>	<u>0</u>	<u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Policy Changes	1	0	1	1	0	1	0	0	0
2003-05 Revised Appropriations	13,252	0	13,252	13,252	0	13,252	13,251	0	13,251
Difference from Original Appropriations	41	0	41	41	0	41	40	0	40
% Change from Original Appropriations	0.3%	0.0%	0.3%	0.3%	0.0%	0.3%	0.3%	0.0%	0.3%

Comments:

1. HB 2538 \$1000 Minimum Benefit - Funding is provided for increased pension contribution rate costs associated with paying a \$1,000 minimum benefit to certain members of the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1, pursuant to Substitute House Bill 2538 (minimum monthly retirement).

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
Student Achievement Program
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	398,203	398,203	0	398,203	398,203	0	398,203	398,203
Total Maintenance Changes	0	11,439	11,439	0	4,157	4,157	0	4,157	4,157
2003-05 Revised Appropriations	0	409,642	409,642	0	402,360	402,360	0	402,360	402,360
Difference from Original Appropriations	0	11,439	11,439	0	4,157	4,157	0	4,157	4,157
% Change from Original Appropriations	0.0%	2.9%	2.9%	0.0%	1.0%	1.0%	0.0%	1.0%	1.0%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
Education Reform
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	74,767	129,362	204,129	74,767	129,362	204,129	74,767	129,362	204,129
Total Maintenance Changes	-275	35,685	35,410	-275	35,685	35,410	-275	35,685	35,410
2004 Policy Changes:									
1. WASL Changes	869	0	869	1,180	0	1,180	688	0	688
2. Reading Initiative	0	0	0	314	0	314	0	0	0
3. Mathematics Initiative	515	0	515	515	0	515	0	0	0
4. HB 2769 Reducing Hunger	0	0	0	11	0	11	0	0	0
5. Title II Expenditure Study in JLARC	0	0	0	0	-50	-50	0	0	0
6. Reading and Math Software	250	0	250	0	0	0	250	0	250
Total Policy Changes	1,634	0	1,634	2,020	-50	1,970	938	0	938
2003-05 Revised Appropriations	76,126	165,047	241,173	76,512	164,997	241,509	75,430	165,047	240,477
Difference from Original Appropriations	1,359	35,685	37,044	1,745	35,635	37,380	663	35,685	36,348
% Change from Original Appropriations	1.8%	27.6%	18.1%	2.3%	27.5%	18.3%	0.9%	27.6%	17.8%

Comments:

1. WASL Changes - The Washington Assessment of Student Learning (WASL) system is augmented to implement the 2008 Certificate of Academic Achievement graduation requirement. The Certificate of Academic Achievement will require students to pass the 10th grade WASL in three subject areas (reading, writing, and mathematics) or demonstrate mastery by an alternate method when a standardized assessment is a barrier to demonstrating their mastery of education standards. To prepare for the implementation of the graduation requirement, the Office of the Superintendent of Public Instruction will offer Spring and Fall WASL retake opportunities for high school students, develop options for alternate assessments and/or an appeals procedure, and review the alignment between the assessments and our learning standards.

3. Mathematics Initiative - The OSPI will disseminate information on essential components of comprehensive, school-based mathematics programs and evaluate mathematics textbooks and other instructional materials to determine the extent to which they are aligned with the state standards. A scorecard with the analysis will be widely available and will inform school district decision-makers regarding curriculum purchases. In addition, the OSPI will work with mentor teachers from around the state to develop guidelines for eligibility, training, and professional development for mathematics mentor teachers.

6. Reading and Math Software - Funding is provided for the purchase of reading and math software in the Tukwila and Selah school districts. The software will be used in conjunction with other research-based reading and math intervention programs. The Office of Superintendent of Public Instruction will provide a report detailing the outcomes achieved in the two school districts.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
Transitional Bilingual Instruction
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	101,853	46,309	148,162	101,853	46,309	148,162	101,853	46,309	148,162
Total Maintenance Changes	2,871	-1,765	1,106	2,871	-1,765	1,106	2,871	-1,765	1,106
2004 Policy Changes:									
1. HB 2538 \$1000 Minimum Benefit	4	0	4	4	0	4	0	0	0
Total Policy Changes	4	0	4	4	0	4	0	0	0
2003-05 Revised Appropriations	104,728	44,544	149,272	104,728	44,544	149,272	104,724	44,544	149,268
Difference from Original Appropriations	2,875	-1,765	1,110	2,875	-1,765	1,110	2,871	-1,765	1,106
% Change from Original Appropriations	2.8%	-3.8%	0.7%	2.8%	-3.8%	0.7%	2.8%	-3.8%	0.7%

Comments:

1. HB 2538 \$1000 Minimum Benefit - Funding is provided for increased pension contribution rate costs associated with paying a \$1,000 minimum benefit to certain members of the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1, pursuant to Substitute House Bill 2538 (minimum monthly retirement).

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
Learning Assistance Program (LAP)
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	129,436	307,178	436,614	129,436	307,178	436,614	129,436	307,178	436,614
Total Maintenance Changes	-2,143	-5,856	-7,999	-2,143	-5,856	-7,999	-2,143	-5,856	-7,999
2004 Policy Changes:									
1. HB 2538 \$1000 Minimum Benefit	<u>2</u>	<u>0</u>	<u>2</u>	<u>2</u>	<u>0</u>	<u>2</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Policy Changes	2	0	2	2	0	2	0	0	0
2003-05 Revised Appropriations	127,295	301,322	428,617	127,295	301,322	428,617	127,293	301,322	428,615
Difference from Original Appropriations	-2,141	-5,856	-7,997	-2,141	-5,856	-7,997	-2,143	-5,856	-7,999
% Change from Original Appropriations	-1.7%	-1.9%	-1.8%	-1.7%	-1.9%	-1.8%	-1.7%	-1.9%	-1.8%

Comments:

1. HB 2538 \$1000 Minimum Benefit - Funding is provided for increased pension contribution rate costs associated with paying a \$1,000 minimum benefit to certain members of the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1, pursuant to Substitute House Bill 2538 (minimum monthly retirement).

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Public Schools
Compensation Adjustments
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	145,181	559	145,740	145,181	559	145,740	145,181	559	145,740
Total Maintenance Changes	705	8	713	705	8	713	705	8	713
2004 Policy Changes:									
1. HB 2538 \$1000 Minimum Benefit	2	0	2	1	0	1	0	0	0
2. Hlth Benefit Parity	0	0	0	24,376	107	24,483	0	0	0
3. Hlth Benefit Rate Parity/Increase	9,495	44	9,539	0	0	0	0	0	0
4. Integrating Federal Funds	-29	29	0	0	0	0	0	0	0
5. Classified Staff Salary Increase	<u>5,452</u>	<u>23</u>	<u>5,475</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>5,453</u>	<u>22</u>	<u>5,475</u>
Total Policy Changes	14,920	96	15,016	24,377	107	24,484	5,453	22	5,475
2003-05 Revised Appropriations	160,806	663	161,469	170,263	674	170,937	151,339	589	151,928
Difference from Original Appropriations	15,625	104	15,729	25,082	115	25,197	6,158	30	6,188
% Change from Original Appropriations	10.8%	18.6%	10.8%	17.3%	20.6%	17.3%	4.2%	5.4%	4.2%

Comments:

1. HB 2538 \$1000 Minimum Benefit - Funding is provided for increased pension contribution rate costs associated with paying a \$1,000 minimum benefit to certain members of the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1, pursuant to Substitute House Bill 2538 (minimum monthly retirement).

3. Hlth Benefit Rate Parity/Increase - The health benefit funding rate for school district employees is increased from \$481.31 per employee per month in the 2003-04 school year to \$582.47 in the 2004-05 school year. The new rate provides parity with state employees. (The only difference between the K-12 and state employee funding rates is that the K-12 rate does not include the \$2.11 that is in the state employee rate for the settlement of a lawsuit.) The state employee funding rate is expected to result in no increase in the average employee co-premium from 2004 to 2005. K-12 health benefits, including employee premiums and co-pays, are bargained locally. (General Fund-State, General Fund-Federal)

4. Integrating Federal Funds - The budget incorporates a portion of the increase in federal funds to pay for some of the increased costs of the Special Education Program. (General Fund-State, General Fund-Federal)

5. Classified Staff Salary Increase - Funding is provided for a 1 percent salary increase for classified school employees. (General Fund-State, General Fund-Federal)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Higher Education Coordinating Board
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	312,297	17,343	329,640	312,297	17,343	329,640	312,297	17,343	329,640
Total Maintenance Changes	99	14	113	99	14	113	99	14	113
2004 Policy Changes:									
1. State Need Grant	4,481	0	4,481	2,967	0	2,967	4,863	0	4,863
2. Promise Scholarship	2,340	0	2,340	4,343	0	4,343	0	0	0
3. Washington Center Scholarships	60	0	60	0	0	0	160	0	160
4. Program Assessment and Approval	205	0	205	205	0	205	0	0	0
5. High Demand Enrollments	3,563	0	3,563	6,399	0	6,399	2,500	0	2,500
6. Enrollment Growth Evaluation	100	0	100	0	0	0	100	0	100
7. Health Professional Program	2,000	0	2,000	0	2,000	2,000	2,000	0	2,000
Total Policy Changes	12,749	0	12,749	13,914	2,000	15,914	9,623	0	9,623
2003-05 Revised Appropriations	325,145	17,357	342,502	326,310	19,357	345,667	322,019	17,357	339,376
Difference from Original Appropriations	12,848	14	12,862	14,013	2,014	16,027	9,722	14	9,736
% Change from Original Appropriations	4.1%	0.1%	3.9%	4.5%	11.6%	4.9%	3.1%	0.1%	3.0%

Comments:

1. State Need Grant - Funding is provided to cover the impact of new state budgeted, high demand full-time equivalent (FTE) student enrollments (\$164,000) and to serve 35% of unserved State Need Grant (SNG) eligible students (\$4,317,000) in FY 2005. It is assumed that grants will increase by 7 percent as assumed in the biennial budget for FY 2005. The effective income cutoff for need grants is maintained at 55 percent of the state's median family income.

2. Promise Scholarship - Funding is provided to restore the average grant award amount for the Promise Scholarship program to approximately 51 percent of community college tuition and fees. In FY 2005, it is assumed that eligibility for the graduating high school class of 2004 is limited to 120 percent of median family income (MFI) adjusted for family size. The eligibility for the graduating high school class of 2003 is retained at 135 percent of MFI.

3. Washington Center Scholarships - Funding is provided for \$4,000 scholarships to 15 Washington college students to participate in full-time, semester-long internships in Washington, DC. Students will apply to the Washington Center, which will place students in various agencies in Washington, DC related to the students' program majors and public sector career interests. These scholarships, distributed by the Higher Education Coordinating Board, ensure that all students are eligible to participate by offsetting housing and living expenses.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Higher Education Coordinating Board

4. Program Assessment and Approval - Funding is provided to develop a comprehensive and ongoing assessment process to analyze the need for additional degrees and programs, additional service area locations, and consolidation or elimination of programs by four-year institutions, as outlined in Substitute House Bill 3103 (higher education).

5. High Demand Enrollments - The Board will manage a competitive process to award 324 FTE student enrollments in high demand fields. Public baccalaureate and independent four-year institutions are eligible to apply for funding. State funds are budgeted at an average rate of \$11,000 per FTE for instruction.

6. Enrollment Growth Evaluation - Funding is provided to evaluate specific policy alternatives with which the Legislature will make key investment decisions for the 2005-07 biennium.

7. Health Professional Program - Funding is provided to expand the Health Professional Loan Repayment and Scholarship Program. Funds will assist with the recruitment and retention of credentialed health professionals in underserved areas of the state.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
University of Washington
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	631,212	2,993,521	3,624,733	631,212	2,993,521	3,624,733	631,212	2,993,521	3,624,733
2004 Policy Changes:									
1. Building Maintenance to Capital	0	0	0	-1,525	0	-1,525	0	0	0
2. Burke Museum Educational Outreach	50	0	50	75	0	75	0	0	0
3. Family Practice Residency Programs	1,897	0	1,897	1,897	0	1,897	0	0	0
4. General Enrollments	1,862	0	1,862	2,907	0	2,907	0	0	0
5. Proteomics Center	0	0	0	2,900	0	2,900	0	0	0
6. Labor Center Research	0	0	0	30	0	30	0	0	0
7. Korean Studies Endowment	0	0	0	0	0	0	500	0	500
8. UW-Tacoma Autism Center	675	0	675	0	0	0	675	0	675
9. UW Proteomics Center	1,600	0	1,600	0	0	0	1,300	0	1,300
Total Policy Changes	6,084	0	6,084	6,284	0	6,284	2,475	0	2,475
2003-05 Revised Appropriations	637,296	2,993,521	3,630,817	637,496	2,993,521	3,631,017	633,687	2,993,521	3,627,208
Difference from Original Appropriations	6,084	0	6,084	6,284	0	6,284	2,475	0	2,475
% Change from Original Appropriations	1.0%	0.0%	0.2%	1.0%	0.0%	0.2%	0.4%	0.0%	0.1%

Comments:

2. Burke Museum Educational Outreach - Funding is provided for one education coordinator to help teachers meet state and district learning requirements through teacher training programs. In addition, an expanded statewide educational kit program, curriculum development, and digital collections access using web-based technologies are also supported by the appropriation.

3. Family Practice Residency Programs - State funding for the training and support of primary care physicians and primary care providers through the network of family practice residency programs is increased. This item will double the amount of funding that is passed on to family practice residency programs to assist with cost increases experienced by the programs, including the rising cost of medical malpractice premiums.

4. General Enrollments - Funding is provided to expand state-supported general enrollment slots by 338 full-time equivalent (FTE) students in FY 2005. New budgeted enrollment for resident undergraduate students is supported by the state at an average rate of \$5,509 per FTE.

8. UW-Tacoma Autism Center - One-time funding is provided to establish an Autism Center at University of Washington (UW) Tacoma campus. The new facility will function as a satellite facility to the Autism Center at the UW Medical Center in Seattle and provide clinical service and professional training. Funding of \$300,000 is provided for facility renovation of leased space adjacent to the Tacoma campus and \$375,000 is provided for staffing.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
University of Washington

9. UW Proteomics Center - Funding is provided to the University of Washington's School of Medicine for the recruitment of biosciences research faculty and the establishment of a proteomics center. A non-state match of \$6.0 million is required. If matching funds are not received by June 30, 2005, the appropriation will lapse.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Washington State University
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	375,219	489,360	864,579	375,219	489,360	864,579	375,219	489,360	864,579
2004 Policy Changes:									
1. Building Maintenance to Capital	0	0	0	-598	0	-598	0	0	0
2. General Enrollments	1,043	0	1,043	1,625	0	1,625	0	0	0
3. High Demand - Research Match	0	0	0	850	0	850	0	0	0
4. Burrowing Shrimp Research	50	0	50	50	0	50	0	0	0
5. BSE Research	0	0	0	270	0	270	0	0	0
Total Policy Changes	1,093	0	1,093	2,197	0	2,197	0	0	0
2003-05 Revised Appropriations	376,312	489,360	865,672	377,416	489,360	866,776	375,219	489,360	864,579
Difference from Original Appropriations	1,093	0	1,093	2,197	0	2,197	0	0	0
% Change from Original Appropriations	0.3%	0.0%	0.1%	0.6%	0.0%	0.3%	0.0%	0.0%	0.0%

Comments:

2. General Enrollments - Funding is provided to expand state-supported general enrollment slots by 191 full-time equivalent (FTE) students in FY 2005. New budgeted enrollment for resident undergraduate students is supported by the state at an average rate of \$5,461 per FTE.

4. Burrowing Shrimp Research - Funding is provided for research to develop alternative control mechanisms for burrowing shrimp.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Eastern Washington University
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	83,044	77,155	160,199	83,044	77,155	160,199	83,044	77,155	160,199
2004 Policy Changes:									
1. Building Maintenance to Capital	0	0	0	-131	0	-131	0	0	0
2. General Enrollments	437	0	437	681	0	681	0	0	0
Total Policy Changes	437	0	437	550	0	550	0	0	0
2003-05 Revised Appropriations	83,481	77,155	160,636	83,594	77,155	160,749	83,044	77,155	160,199
Difference from Original Appropriations	437	0	437	550	0	550	0	0	0
% Change from Original Appropriations	0.5%	0.0%	0.3%	0.7%	0.0%	0.3%	0.0%	0.0%	0.0%

Comments:

2. General Enrollments - Funding is provided to expand state-supported general enrollment slots by 78 full-time equivalent (FTE) students in FY 2005. New budgeted enrollment for resident undergraduate students is supported by the state at an average rate of \$5,604 per FTE.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Central Washington University
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	81,156	99,880	181,036	81,156	99,880	181,036	81,156	99,880	181,036
Total Maintenance Changes	223	0	223	223	0	223	223	0	223
2004 Policy Changes:									
1. Building Maintenance to Capital	0	0	0	-143	0	-143	0	0	0
2. Enrollment Stabilization & Recovery	266	0	266	266	0	266	0	0	0
3. General Enrollments	411	0	411	641	0	641	0	0	0
Total Policy Changes	677	0	677	764	0	764	0	0	0
2003-05 Revised Appropriations	82,056	99,880	181,936	82,143	99,880	182,023	81,379	99,880	181,259
Difference from Original Appropriations	900	0	900	987	0	987	223	0	223
% Change from Original Appropriations	1.1%	0.0%	0.5%	1.2%	0.0%	0.5%	0.3%	0.0%	0.1%

Comments:

2. Enrollment Stabilization & Recovery - Funding is provided to partially restore state funded full-time equivalent (FTE) student enrollments that were deducted from the budgeted base in 2001, because enrollment has been fully recovered. This funding will provide for 50 additional FTE students during the 2003-05 biennium.

3. General Enrollments - Funding is provided to expand state-supported general enrollment slots by 75 FTE students in FY 2005. New budgeted enrollment for resident undergraduate students is supported by the state at an average rate of \$5,480 per FTE.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
The Evergreen State College
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	46,449	44,171	90,620	46,449	44,171	90,620	46,449	44,171	90,620
2004 Policy Changes:									
1. Charter School Study	65	0	65	0	0	0	65	0	65
2. Building Maintenance to Capital	0	0	0	-44	0	-44	0	0	0
3. General Enrollments	202	0	202	315	0	315	0	0	0
4. SW Washington Baccalaureate Study	0	0	0	0	0	0	90	0	90
5. Bi-lingual Education Study	25	0	25	0	0	0	25	0	25
6. Sex Offender Sentencing (ESHB 2400)	150	0	150	0	0	0	0	0	0
Total Policy Changes	442	0	442	271	0	271	180	0	180
2003-05 Revised Appropriations	46,891	44,171	91,062	46,720	44,171	90,891	46,629	44,171	90,800
Difference from Original Appropriations	442	0	442	271	0	271	180	0	180
% Change from Original Appropriations	1.0%	0.0%	0.5%	0.6%	0.0%	0.3%	0.4%	0.0%	0.2%

Comments:

1. Charter School Study - Funding is provided for the implementation of Second Substitute House Bill 2295 or Substitute Senate Bill 5012 (charter schools), which requires the Washington State Institute for Public Policy to conduct a study of the effectiveness of charter schools.

3. General Enrollments - Funding is provided to expand state-supported general enrollment slots by 37 full-time equivalent (FTE) students in FY 2005. New budgeted enrollment for resident undergraduate students is supported by the state at an average rate of \$5,459 per FTE.

5. Bi-lingual Education Study - Funding is provided for the Washington State Institute for Public Policy to examine issues related to the state's transitional bilingual education program. Specifically, the examination will include a review of the following issues: trends in enrollment and average length of stay in the transitional bilingual program; the different types of programs and delivery methods that exist in the Washington state and other states; the academic and language acquisition effectiveness of different types of programs and service delivery methods; the cost benefits of these different types of programs and service delivery methods; and potential changes that would result in more effective program delivery and cost-effectiveness.

6. Sex Offender Sentencing (ESHB 2400) - Funding is provided for the Washington State Institute for Public Policy (WSIPP) to evaluate the impact and effectiveness of current sex offender sentencing policies, including the special sex offender sentencing alternative (SSOSA). The analysis shall examine whether changes to sentencing policies and sex offender programming can increase public safety. The WSIPP shall report its findings and recommendations to the Legislature no later than December 31, 2004.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Western Washington University
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	109,182	144,976	254,158	109,182	144,976	254,158	109,182	144,976	254,158
2004 Policy Changes:									
1. Building Maintenance to Capital	0	0	0	-213	0	-213	0	0	0
2. General Enrollments	590	0	590	923	0	923	0	0	0
Total Policy Changes	590	0	590	710	0	710	0	0	0
2003-05 Revised Appropriations	109,772	144,976	254,748	109,892	144,976	254,868	109,182	144,976	254,158
Difference from Original Appropriations	590	0	590	710	0	710	0	0	0
% Change from Original Appropriations	0.5%	0.0%	0.2%	0.7%	0.0%	0.3%	0.0%	0.0%	0.0%

Comments:

2. General Enrollments - Funding is provided to expand state-supported general enrollment slots by 108 full-time equivalent (FTE) students in FY 2005. New budgeted enrollment for resident undergraduate students is supported by the state at an average rate of \$5,463 per FTE.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Community & Technical College System
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	1,025,814	866,799	1,892,613	1,025,814	866,799	1,892,613	1,025,814	866,799	1,892,613
Total Maintenance Changes	3,860	0	3,860	3,860	0	3,860	3,860	0	3,860
2004 Policy Changes:									
1. Use of Admin. Contingency Account	-3,500	3,500	0	-2,000	2,000	0	-4,000	4,000	0
2. Operating Costs/Exist Capital Proj	29	0	29	840	0	840	29	0	29
3. Building Maintenance to Capital	0	0	0	-1,346	0	-1,346	0	0	0
4. General Enrollments	5,581	0	5,581	8,710	0	8,710	0	0	0
5. High Demand Enrollments	3,563	0	3,563	6,399	0	6,399	0	0	0
6. Transition Math Project	300	0	300	300	0	300	0	0	0
Total Policy Changes	5,973	3,500	9,473	12,903	2,000	14,903	-3,971	4,000	29
2003-05 Revised Appropriations	1,035,647	870,299	1,905,946	1,042,577	868,799	1,911,376	1,025,703	870,799	1,896,502
Difference from Original Appropriations	9,833	3,500	13,333	16,763	2,000	18,763	-111	4,000	3,889
% Change from Original Appropriations	1.0%	0.4%	0.7%	1.6%	0.2%	1.0%	0.0%	0.5%	0.2%

Comments:

1. Use of Admin. Contingency Account - Funding for training and related support services for unemployed workers is shifted to the Administrative Contingency Account-State. (General Fund-State, Administrative Contingency Account-State)

2. Operating Costs/Exist Capital Proj - Funding is provided for maintenance and operation of the instructional space at the Family Education Center at South Puget Sound Community College. In its 2001-03 capital project request, the State Board for Community and Technical Colleges estimated operating impacts of \$28,052 per year or \$1.60/square foot for the \$17,512 square foot facility. The child care center occupies 19.4% of the facility and it is assumed the revenue from child care services will fund the maintenance and operation costs for that portion of the facility. The college will occupy the facility in March 2004.

4. General Enrollments - Funding is provided to expand state-supported general enrollment slots by 1,223 full-time equivalent (FTE) students in FY 2005. New budgeted enrollment for resident students is supported by the state at an average rate of \$4,563 per FTE.

5. High Demand Enrollments - Funding is provided solely to expand enrollment in high demand fields, including the expansion of worker retraining programs. The State Board will manage a competitive process for awarding high demand resources. State funds are budgeted at an average rate of \$10,000 per FTE for high demand fields and \$5,000 per FTE for worker retraining.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Community & Technical College System

6. Transition Math Project - One-time funding is provided to address the need to reduce remedial math courses taken at institutions of higher education. The project will bring together representatives from the K-12 system, the community and technical college system, and public four-year institutions to: (1) align standards and expectations for mathematics so that high school graduates will be prepared to enter college-level math courses; (2) increase student success in completing math requirements through attention to improved instruction and assessment; and (3) clearly communicate math expectations to students through focused educational advising. The State Board for Community and Technical Colleges will serve as fiscal agent for the project.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Bond Retirement and Interest
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	1,249,251	190,356	1,439,607	1,249,251	190,356	1,439,607	1,249,251	190,356	1,439,607
Total Maintenance Changes	-14,300	10,172	-4,128	-14,300	10,172	-4,128	-14,300	10,172	-4,128
2004 Policy Changes:									
1. Additional Bond Sales	<u>1,952</u>	<u>1,531</u>	<u>3,483</u>	<u>1,952</u>	<u>1,531</u>	<u>3,483</u>	<u>1,952</u>	<u>1,531</u>	<u>3,483</u>
Total Policy Changes	1,952	1,531	3,483	1,952	1,531	3,483	1,952	1,531	3,483
2003-05 Revised Appropriations	1,236,903	202,059	1,438,962	1,236,903	202,059	1,438,962	1,236,903	202,059	1,438,962
Difference from Original Appropriations	-12,348	11,703	-645	-12,348	11,703	-645	-12,348	11,703	-645
% Change from Original Appropriations	-1.0%	6.1%	0.0%	-1.0%	6.1%	0.0%	-1.0%	6.1%	0.0%

Comments:

1. Additional Bond Sales - Funding is provided for debt service costs and related bond sale expenses for additional authorized general obligation and Gardner-Evans bonds. Projects include high priority education, public safety, and water resource facilities. (General Fund-State, Gardner-Evans Higher Education Construction Account-State, State Building Construction Account-State)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Special Approps to the Governor
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	18,249	62,766	81,015	18,249	62,766	81,015	18,249	62,766	81,015
2004 Policy Changes:									
1. WA Integrated Justice InformationBd	0	0	0	0	150	150	0	0	0
2. Help America Vote Act	3,140	0	3,140	3,140	0	3,140	3,140	0	3,140
3. K-20 Telecommunications Network	-1,204	0	-1,204	-1,204	0	-1,204	-1,154	0	-1,154
4. Liability Account	0	-4,572	-4,572	0	-4,572	-4,572	0	-4,572	-4,572
5. County Assistance	4,000	0	4,000	3,000	0	3,000	0	0	0
6. Extraordinary Crim Justice Costs	954	0	954	2,911	0	2,911	0	0	0
7. Mental Health Task Force	50	30	80	50	30	80	0	0	0
8. Governmental Liability Reform	-1,203	0	-1,203	0	0	0	-10,000	0	-10,000
9. Mader v. HCA Settlement	0	0	0	0	0	0	11,000	0	11,000
10. Mader v HCA Settlement	11,000	0	11,000	11,000	0	11,000	0	0	0
11. Sex Offender Sentencing	0	0	0	2,000	0	2,000	0	0	0
12. Travel, Equipment, Contracts	-11,400	0	-11,400	0	0	0	-11,400	0	-11,400
Total Policy Changes	5,337	-4,542	795	20,897	-4,392	16,505	-8,414	-4,572	-12,986
2003-05 Revised Appropriations	23,586	58,224	81,810	39,146	58,374	97,520	9,835	58,194	68,029
Difference from Original Appropriations	5,337	-4,542	795	20,897	-4,392	16,505	-8,414	-4,572	-12,986
% Change from Original Appropriations	29.2%	-7.2%	1.0%	114.5%	-7.0%	20.4%	-46.1%	-7.3%	-16.0%

Comments:

2. Help America Vote Act - A General Fund-State appropriation is made to the Election Account-State for use as matching funds for federal dollars. The Office of the Secretary of State will combine the state matching funds with federal Help America Vote Act (HAVA) funds to create a statewide voter registration database and to implement the Local Grant Program to pass funds through to counties to replace punchcard voting equipment and to comply with HAVA requirements for accommodating voters with disabilities.

3. K-20 Telecommunications Network - Adjustments to the acquisition strategy have produced one-time equipment replacement savings for the K-20 Telecommunications Network.

4. Liability Account - Savings are projected for self-insurance premiums in dedicated funds. (Various other funds)

5. County Assistance - Funding is provided for distribution to specified counties to mitigate the loss of local revenue following the passage of Initiative 695.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Special Approps to the Governor

- 6. Extraordinary Crim Justice Costs** - Funding is provided to reimburse King and Pacific counties for extraordinary criminal justice costs.

- 7. Mental Health Task Force** - Funding is provided for a joint legislative and executive task force on mental health services delivery and financing. (General Fund-State, General Fund-Federal)

- 8. Governmental Liability Reform** - This item reflects the projected savings to the state General Fund from governmental liability reform.

- 10. Mader v HCA Settlement** - Funding is provided to settle all claims in Mader et. al v. Health Care Authority and the state of Washington. Community and technical colleges are required to provide health benefits during the summer months for part-time faculty who have worked half-time or more during the academic year. This settlement requires the reimbursement of health care premiums paid by employers prior to 2003. The appropriation is contingent upon the settlement being executed by June 30, 2004.

- 12. Travel, Equipment, Contracts** - Funding is reduced 10 percent for travel, equipment, and personal service contract expenditures in FY 2005.

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Sundry Claims
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	18	365	383	18	365	383	18	365	383
2004 Policy Changes:									
1. Self-Defense Claims	64	0	64	61	0	61	61	0	61
2. Deer and Elk Damage Claims	0	30	30	0	30	30	0	30	30
Total Policy Changes	64	30	94	61	30	91	61	30	91
2003-05 Revised Appropriations	82	395	477	79	395	474	79	395	474
Difference from Original Appropriations	64	30	94	61	30	91	61	30	91
% Change from Original Appropriations	355.6%	8.2%	24.5%	338.9%	8.2%	23.8%	338.9%	8.2%	23.8%

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. Deer and Elk 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)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
State Employee Compensation Adjustments
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	48,284	41,449	89,733	48,284	41,449	89,733	48,284	41,449	89,733
2004 Policy Changes:									
1. Move Funding from Inactive Account	0	0	0	0	0	0	0	0	0
2. Reduce Employee Premiums	6,697	6,684	13,381	0	0	0	0	0	0
3. HB 2538 - \$1000 Minimum Benefit	0	0	0	150	128	278	0	0	0
4. Minimum Allowance for TRS/PERS 1	150	128	278	0	0	0	500	200	700
5. Vesting Period Revision For Plans 3	0	0	0	0	0	0	1,100	200	1,300
6. Military Leave Enhancement	0	0	0	0	0	0	1,000	0	1,000
7. Health Benefits	-11,667	-11,646	-23,313	5,505	2,670	8,175	-8,674	-8,504	-17,178
Total Policy Changes	-4,820	-4,834	-9,654	5,655	2,798	8,453	-6,074	-8,104	-14,178
2003-05 Revised Appropriations	43,464	36,615	80,079	53,939	44,247	98,186	42,210	33,345	75,555
Difference from Original Appropriations	-4,820	-4,834	-9,654	5,655	2,798	8,453	-6,074	-8,104	-14,178
% Change from Original Appropriations	-10.0%	-11.7%	-10.8%	11.7%	6.8%	9.4%	-12.6%	-19.6%	-15.8%

Comments:

1. Move Funding from Inactive Account - Health insurance funding is transferred from the now defunct Salmon Recovery Account to the Recreation Resources Account.

2. Reduce Employee Premiums - In addition to distributing surplus from FY 2004, approximately \$6.7 million in General Fund-State, and \$3.2 million in other funds are appropriated to reduce projected employee premiums for CY 2005. Along with the reduction in employee premiums resulting from the distribution of surplus, this will hold the projected average employee premium for CY 2005 to \$78.63 per month, the same level currently projected for CY 2004. Under the 2003-05 biennial budget, the CY 2005 average employee premium was projected to rise to \$110.64 per month. This budget anticipates that the total cost of medical insurance purchased on behalf of current employees will increase by an average of 15 percent, and for retirees enrolled in Medicare by 13.9 percent, between CY 2004 and CY 2005. (General Fund-State and other funds)

4. Minimum Allowance for TRS/PERS 1 - Funding is provided for increased pension contribution rate costs associated with paying a \$1000 minimum benefit to certain retirees of the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1, pursuant to House Bill 2538 (\$1000 minimum benefit). (General Fund-State, General Fund-Federal, General Fund-Private/Local, Retirement Contribution Increase Revolving Account-State)

7. Health Benefits - The actual cost of health care coverage provided through the Public Employees Benefits Board (PEBB) is less than anticipated in the 2003-05 biennial budget. The resulting surplus in the PEBB Fund are used to hold down health care premium costs. Surplus funds are expended in a manner proportional to current funding practices, with 16 percent of the surplus used to reduce employee contributions and 84 percent used to reduce state contributions. (General Fund-State and other funds)

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Contributions to Retirement Systems
 (Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	55,170	0	55,170	55,170	0	55,170	55,170	0	55,170
Total Maintenance Changes	-510	0	-510	-510	0	-510	-500	0	-500
2003-05 Revised Appropriations	54,660	0	54,660	54,660	0	54,660	54,670	0	54,670
Difference from Original Appropriations	-510	0	-510	-510	0	-510	-500	0	-500
% Change from Original Appropriations	-0.9%	0.0%	-0.9%	-0.9%	0.0%	-0.9%	-0.9%	0.0%	-0.9%

Comments:

2003-05 Revised Omnibus Operating Budget (2004 Supp)
Other Legislation
(Dollars in Thousands)

	Conf. Proposal			As Passed House			As Passed Senate		
	GF-S	Other	Total	GF-S	Other	Total	GF-S	Other	Total
2003-05 Original Appropriations	0	24,676	24,676	0	24,676	24,676	0	24,676	24,676
2004 Policy Changes:									
1. Capital Budget - HB 2573	0	0	0	950	0	950	0	0	0
2. Home Care Worker Contract - HB 1777	23,955	21,847	45,802	0	0	0	0	0	0
Total Policy Changes	23,955	21,847	45,802	950	0	950	0	0	0
2003-05 Revised Appropriations	23,955	46,523	70,478	950	24,676	25,626	0	24,676	24,676
Difference from Original Appropriations	23,955	21,847	45,802	950	0	950	0	0	0
% Change from Original Appropriations	0.0%	88.5%	185.6%	0.0%	0.0%	3.8%	0.0%	0.0%	0.0%

Comments:

2. Home Care Worker Contract - HB 1777 - Engrossed House Bill 1777 (home care worker contract) provides funding for the purposes of implementing the renegotiated collective bargaining agreement between the Home Care Quality Authority and the exclusive bargaining representative of individual home care workers. The collective bargaining agreement provides a \$0.50 per hour raise on October 1, 2004, increasing hourly wages from \$8.43 per hour to \$8.93 per hour in FY 2005. In addition, home care workers will receive worker's compensation coverage and workers meeting certain eligibility requirements will also be provided individual health care coverage through a Taft-Hartley Trust. Initiative Measure No. 775 provided individual home care workers with collective bargaining rights under the public employees' collective bargaining law. Also, funding is transferred from the Home Care Quality Authority to the Office of Financial Management for the purposes of implementing Substitute House Bill 2933 (home care worker collective bargaining). (General Fund-State, General Fund-Federal)