

Proposed 2017-19 Budget

Recommendation Summaries

December 2016
Office of the Governor

RECOMMENDATION SUMMARIES

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The individual agency Recommendation Summaries in this document reflect the dollar and FTE differences between current biennium (2015-17) expenditure authority and the Governor's proposed 2017-19 budget for Average Annual FTEs, General Fund-State, Other Funds, and Total Funds.

Formatting conventions in this document include the following:

- Each agency step table displays a summary line representing the cost of Maintenance Level (i.e., the dollars necessary to carry on the same activities next biennium, as adjusted for rate changes and mandatory caseload or enrollment changes). Proposed changes to this base level of funding are itemized as various types of policy changes (Policy Other Changes, Policy Comp Changes, Policy Central Services Changes) and briefly described.
- An asterisk (*) indicates expenditure changes that are dependent on new revenue legislation.

The statewide adjustments listed below appear in multiple agency budgets.

Central Service Charges

- Archives/Records Management
- Audit Services
- Legal Services
- Administrative Hearings
- CTS Central Services
- DES Central Services
- OFM Central Services

Collective Bargaining Agreements/Arbitration Awards

- State Public Employee Benefits Rate
- WFSE General Government
- State Represented Employee Benefits Rate
- Teamsters Master Agreement
- PTE Local 17 Agreement
- The Coalition of Unions Agreement
- WPEA General Government
- Non-Represented General Wage Increase
- Non-Represented Targeted Pay Increases
- Non-Represented Minimum Starting Wage
- WFSE Orca Transit Pass
- General Government SEIU 1199 Agreement
- Orca Transit Pass-Not WFSE
- Vacation Leave Change-Non-represented

Agency 011

**House of Representatives
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	362.6	69,146	1,917	71,063
2017-19 Maintenance Level	364.6	77,454	1,960	79,414
Difference from 2015-17	2.0	8,308	43	8,351
% Change from 2015-17	0.6%	12.0%	2.2%	11.8%
2017-19 Policy Level	364.6	77,454	1,960	79,414
Difference from 2015-17	2.0	8,308	43	8,351
% Change from 2015-17	0.6%	12.0%	2.2%	11.8%

LEGISLATIVE

Agency 012

Senate Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	253.0	49,898	1,748	51,646
2017-19 Maintenance Level	256.0	56,832	1,797	58,629
Difference from 2015-17	3.0	6,934	49	6,983
% Change from 2015-17	1.2%	13.9%	2.8%	13.5%
2017-19 Policy Level	256.0	56,832	1,797	58,629
Difference from 2015-17	3.0	6,934	49	6,983
% Change from 2015-17	1.2%	13.9%	2.8%	13.5%

Agency 013

Joint Transportation Committee Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	3.4	2,222	2,222
2017-19 Maintenance Level	3.4	1,328	1,328
Difference from 2015-17	0.0	-894	-894
% Change from 2015-17	0.0%	-40.2%	-40.2%
Policy Comp Changes:			
1. State Public Employee Benefits Rate	0.0	13	13
2. Non-Rep General Wage Increase	0.0	15	15
Policy -- Comp Total	0.0	28	28
Policy Central Services Changes:			
3. DES Central Services	0.0	1	1
Policy -- Central Svcs Total	0.0	1	1
Total Policy Changes	0.0	29	29
2017-19 Policy Level	3.4	1,357	1,357
Difference from 2015-17	0.0	-865	-865
% Change from 2015-17	0.0%	-38.9%	-38.9%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Motor Vehicle Account-State)

3. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Motor Vehicle Account-State)

LEGISLATIVE

Agency 014

Joint Legislative Audit & Review Committee Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	23.5	128	6,726	6,854
2017-19 Maintenance Level	22.9	82	7,655	7,737
Difference from 2015-17	-0.6	-46	929	883
% Change from 2015-17	-2.6%	-35.9%	13.8%	12.9%
2017-19 Policy Level	22.9	82	7,655	7,737
Difference from 2015-17	-0.6	-46	929	883
% Change from 2015-17	-2.6%	-35.9%	13.8%	12.9%

Agency 020

Legislative Evaluation & Accountability Pgm Cmte Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	12.0	0	4,260	4,260
2017-19 Maintenance Level	12.0	0	4,915	4,915
Difference from 2015-17	0.0	0	655	655
% Change from 2015-17	0.0%		15.4%	15.4%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	0	4	4
2. Non-Rep General Wage Increase	0.0	0	15	15
Policy -- Comp Total	0.0	0	19	19
Total Policy Changes	0.0	0	19	19
2017-19 Policy Level	12.0	0	4,934	4,934
Difference from 2015-17	0.0	0	674	674
% Change from 2015-17	0.0%		15.8%	15.8%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Motor Vehicle Account-State)

LEGISLATIVE

Agency 035

**Office of the State Actuary
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	17.0	592	4,946	5,538
2017-19 Maintenance Level	17.0	596	5,366	5,962
Difference from 2015-17	0.0	4	420	424
% Change from 2015-17	0.0%	0.7%	8.5%	7.7%
2017-19 Policy Level	17.0	596	5,366	5,962
Difference from 2015-17	0.0	4	420	424
% Change from 2015-17	0.0%	0.7%	8.5%	7.7%

Agency 037

Office of Legislative Support Services Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	46.6	8,588	167	8,755
2017-19 Maintenance Level	47.6	9,163	160	9,323
Difference from 2015-17	1.0	575	-7	568
% Change from 2015-17	2.1%	6.7%	-4.2%	6.5%
2017-19 Policy Level	47.6	9,163	160	9,323
Difference from 2015-17	1.0	575	-7	568
% Change from 2015-17	2.1%	6.7%	-4.2%	6.5%

LEGISLATIVE

Agency 038

Joint Legislative Systems Committee Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	46.6	19,118	0	19,118
2017-19 Maintenance Level	46.6	21,095	0	21,095
Difference from 2015-17	0.0	1,977	0	1,977
% Change from 2015-17	0.0%	10.3%		10.3%
Policy Other Changes:				
1. Lease and Operating Cost Increase	0.0	200	0	200
2. Current Lease Termination Cost	0.0	152	0	152
3. Relocation to 1063 Building	0.0	600	0	600
Policy -- Other Total	0.0	952	0	952
Total Policy Changes	0.0	952	0	952
2017-19 Policy Level	46.6	22,047	0	22,047
Difference from 2015-17	0.0	2,929	0	2,929
% Change from 2015-17	0.0%	15.3%		15.3%

POLICY CHANGES

1. Lease and Operating Cost Increase

Lease and operating expenses will be higher in the 1063 Building than in the current location. (General Fund-State)

2. Current Lease Termination Cost

Funding is needed to cover the cost of the current lease and expenses incurred from terminating the existing lease. (General Fund-State)

3. Relocation to 1063 Building

Funding is provided for the costs of relocating the committee to the 1063 Building. (General Fund-State)

Agency 040

Statute Law Committee Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	46.6	8,877	925	9,802
2017-19 Maintenance Level	46.6	10,131	929	11,060
Difference from 2015-17	0.0	1,254	4	1,258
% Change from 2015-17	0.0%	14.1%	0.4%	12.8%
2017-19 Policy Level	46.6	10,131	929	11,060
Difference from 2015-17	0.0	1,254	4	1,258
% Change from 2015-17	0.0%	14.1%	0.4%	12.8%

Agency 045

Supreme Court Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	60.9	15,216	0	15,216
2017-19 Maintenance Level	60.9	16,026	0	16,026
Difference from 2015-17	0.0	810	0	810
% Change from 2015-17	0.0%	5.3%		5.3%
Policy Comp Changes:				
1. Salary Survey Implementation	0.0	569	0	569
Policy -- Comp Total	0.0	569	0	569
Policy Central Services Changes:				
2. Archives/Records Management	0.0	1	0	1
3. Legal Services	0.0	1	0	1
4. CTS Central Services	0.0	-3	0	-3
5. DES Central Services	0.0	29	0	29
Policy -- Central Svcs Total	0.0	28	0	28
Total Policy Changes	0.0	597	0	597
2017-19 Policy Level	60.9	16,623	0	16,623
Difference from 2015-17	0.0	1,407	0	1,407
% Change from 2015-17	0.0%	9.2%		9.2%

POLICY CHANGES

1. Salary Survey Implementation

Funding is provided for implementation of the 2014 Comprehensive Judicial Branch Salary Survey for Supreme Court employees. (General Fund-State)

2. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State)

Supreme Court Recommendation Summary

3. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State)

4. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

5. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 046

**State Law Library
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	13.8	3,175	0	3,175
2017-19 Maintenance Level	13.8	3,315	0	3,315
Difference from 2015-17	0.0	140	0	140
% Change from 2015-17	0.0%	4.4%		4.4%
Policy Central Services Changes:				
1. CTS Central Services	0.0	-1	0	-1
2. DES Central Services	0.0	12	0	12
Policy -- Central Svcs Total	0.0	11	0	11
Total Policy Changes	0.0	11	0	11
2017-19 Policy Level	13.8	3,326	0	3,326
Difference from 2015-17	0.0	151	0	151
% Change from 2015-17	0.0%	4.8%		4.8%

POLICY CHANGES

1. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

2. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

JUDICIAL

Agency 048

Court of Appeals Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	140.6	34,311	0	34,311
2017-19 Maintenance Level	140.6	35,909	0	35,909
Difference from 2015-17	0.0	1,598	0	1,598
% Change from 2015-17	0.0%	4.7%		4.7%
Policy Comp Changes:				
1. Reinstatement of Merit Increments	0.0	2,268	0	2,268
Policy -- Comp Total	0.0	2,268	0	2,268
Policy Central Services Changes:				
2. Archives/Records Management	0.0	4	0	4
3. Legal Services	0.0	1	0	1
4. CTS Central Services	0.0	-8	0	-8
5. DES Central Services	0.0	16	0	16
Policy -- Central Svcs Total	0.0	13	0	13
Total Policy Changes	0.0	2,281	0	2,281
2017-19 Policy Level	140.6	38,190	0	38,190
Difference from 2015-17	0.0	3,879	0	3,879
% Change from 2015-17	0.0%	11.3%		11.3%

POLICY CHANGES

1. Reinstatement of Merit Increments

Funding is provided for implementation of the 2014 Comprehensive Judicial Branch Salary Survey for Court of Appeals employees. (General Fund-State)

2. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State)

Agency 048

Court of Appeals Recommendation Summary

3. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State)

4. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

5. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

JUDICIAL

Agency 050

Commission on Judicial Conduct Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	9.5	2,234	0	2,234
2017-19 Maintenance Level	9.5	2,158	0	2,158
Difference from 2015-17	0.0	-76	0	-76
% Change from 2015-17	0.0%	-3.4%		-3.4%
Policy Comp Changes:				
1. Salary Adjustments	0.0	70	0	70
Policy -- Comp Total	0.0	70	0	70
Policy Central Services Changes:				
2. DES Central Services	0.0	5	0	5
Policy -- Central Svcs Total	0.0	5	0	5
Total Policy Changes	0.0	75	0	75
2017-19 Policy Level	9.5	2,233	0	2,233
Difference from 2015-17	0.0	-1	0	-1
% Change from 2015-17	0.0%	0.0%		0.0%

POLICY CHANGES

1. Salary Adjustments

The agency is provided funding for an adjustment of its operating budget to bring salaries to an appropriate level.
(General Fund-State)

2. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 055

**Administrative Office of the Courts
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	425.0	113,008	66,284	179,292
2017-19 Maintenance Level	398.0	118,732	35,219	153,951
Difference from 2015-17	-27.0	5,724	-31,065	-25,341
% Change from 2015-17	-6.4%	5.1%	-46.9%	-14.1%
Policy Other Changes:				
1. New Generation Education	1.0	396	0	396
2. Pattern Forms	1.5	299	0	299
3. Courthouse Facilitator Training	1.0	268	0	268
4. Superior Courts Case Management	14.0	0	12,000	12,000
5. External Equipment Replacement	0.0	0	1,226	1,226
6. Expedited Data Exchange	3.0	3,100	0	3,100
7. Web Services Support	2.0	487	0	487
8. Courts of Limited Jurisdiction	24.5	0	13,146	13,146
9. Superior Court Judges Association	2.0	423	0	423
10. Expedited Data Exchange Fund Shift	0.0	2,413	0	2,413
11. Trial Court Funding Language Access	0.5	4,305	0	4,305
Policy -- Other Total	49.5	11,691	26,372	38,063
Policy Comp Changes:				
12. Salary Adjustment	0.0	200	0	200
Policy -- Comp Total	0.0	200	0	200
Policy Central Services Changes:				
13. Archives/Records Management	0.0	1	0	1
14. Legal Services	0.0	4	0	4
15. CTS Central Services	0.0	124	0	124
16. DES Central Services	0.0	46	0	46
Policy -- Central Svcs Total	0.0	175	0	175
Total Policy Changes	49.5	12,066	26,372	38,438
2017-19 Policy Level	447.5	130,798	61,591	192,389
Difference from 2015-17	22.5	17,790	-4,693	13,097
% Change from 2015-17	5.3%	15.7%	-7.1%	7.3%

**Administrative Office of the Courts
Recommendation Summary**

POLICY CHANGES

1. New Generation Education

The agency's budget is adjusted to provide cost-effective training to the new generation of court personnel. This includes development of online delivery models, timely training for new judges and court personnel, and essential training for presiding judges and court administrators. (General Fund-State)

2. Pattern Forms

Additional legal and administrative support is necessary to meet the growing demand from the Legislature and stakeholders to develop, maintain, and in some instances, translate pattern forms for use in Washington courts. Funding is provided to hire one legal FTE staff and 0.5 administrative FTE staff to address the workload of more than 700 statewide pattern forms. (General Fund-State)

3. Courthouse Facilitator Training

Funding is provided for regular educational opportunities for courthouse facilitators. (General Fund-State)

4. Superior Courts Case Management

Funding is provided to continue the successful implementation of the new commercial off-the-shelf (COTS) case management system for the superior courts. (Judicial Information Systems Account-State)

5. External Equipment Replacement

Funds are provided to replace aged computer equipment at the courts needed to provide access to JIS. (Judicial Information Systems Account-State)

6. Expedited Data Exchange

Funding is provided to continue the implementation of the Expedited Data Exchange project with King County District Court and County Clerk's Office. (General Fund-State)

7. Web Services Support

Additional funding will strengthen and modernize the web services provided by the Administrative Office of the Courts in order to meet the increasing demands of multiple programs and exchanges. (General Fund-State)

Agency 055

Administrative Office of the Courts Recommendation Summary

8. Courts of Limited Jurisdiction

Funding is provided to continue implementation of the new COTS case management system for the courts of limited jurisdiction. (Judicial Information Systems Account-State)

9. Superior Court Judges Association

Funding is provided for implementation of an agreement for the Administrative Office of the Courts to provide policy work for the Superior Court Judges Association. (General Fund-State)

10. Expedited Data Exchange Fund Shift

This item offsets expenditures from the Judicial Information System account for Expedited Data Exchange activities performed during the 2015-17 biennium. (General Fund-State)

11. Trial Court Funding Language Access

Funding is provided to begin implementation of fully funding interpreter services in all criminal and civil cases at the trial court level. (General Fund-State)

12. Salary Adjustment

Funding is provided for partial implementation of the 2014 Comprehensive Judicial Branch Salary Survey for employees of the Administrative Office of the Courts. (General Fund-State)

13. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State)

14. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State)

15. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

16. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

JUDICIAL

Agency 056

Office of Public Defense Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	16.2	75,367	3,648	79,015
2017-19 Maintenance Level	16.2	79,768	44	79,812
Difference from 2015-17	0.0	4,401	-3,604	797
% Change from 2015-17	0.0%	5.8%	-98.8%	1.0%
Policy Other Changes:				
1. Parents Rep Program Extension	1.0	5,742	0	5,742
2. Contractor Retention	0.0	6,346	0	6,346
Policy -- Other Total	1.0	12,088	0	12,088
Policy Central Services Changes:				
3. CTS Central Services	0.0	0	15	15
4. DES Central Services	0.0	0	3	3
Policy -- Central Svcs Total	0.0	0	18	18
Total Policy Changes	1.0	12,088	18	12,106
2017-19 Policy Level	17.2	91,856	62	91,918
Difference from 2015-17	1.0	16,489	-3,586	12,903
% Change from 2015-17	6.2%	21.9%	-98.3%	16.3%

POLICY CHANGES

1. Parents Rep Program Extension

Funds are provided to extend the agency's Parents Representation program to all counties. Additional funding will expand the program to Adams, Douglas, Island, Lewis, Lincoln, Okanogan, San Juan, and Walla Walla counties, and the remainder of Pierce County. (General Fund-State)

2. Contractor Retention

Funding is provided to address inequities in compensation for mandatory legal services. (General Fund-State)

Agency 056

Office of Public Defense Recommendation Summary

3. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Judicial Stabilization Trust Account-State)

4. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Judicial Stabilization Trust Account-State)

JUDICIAL

Agency 057

Office of Civil Legal Aid Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	2.5	25,930	1,817	27,747
2017-19 Maintenance Level	2.5	27,641	380	28,021
Difference from 2015-17	0.0	1,711	-1,437	274
% Change from 2015-17	0.0%	6.6%	-79.1%	1.0%
Policy Other Changes:				
1. Vendor Rate Adjustment - COLA	0.0	673	0	673
2. Vendor Rate Adjustment	0.0	898	0	898
3. Civil Justice Reinvestment	0.5	12,013	0	12,013
Policy -- Other Total	0.5	13,584	0	13,584
Policy Central Services Changes:				
4. DES Central Services	0.0	1	0	1
Policy -- Central Svcs Total	0.0	1	0	1
Total Policy Changes	0.5	13,585	0	13,585
2017-19 Policy Level	3.0	41,226	380	41,606
Difference from 2015-17	0.5	15,296	-1,437	13,859
% Change from 2015-17	20.0%	59.0%	-79.1%	49.9%

POLICY CHANGES

1. Vendor Rate Adjustment - COLA

Funding is provided for a vendor rate adjustment to allow the Northwest Justice Project to implement staff cost-of-living adjustments. (General Fund-State)

2. Vendor Rate Adjustment

Funding is provided for a vendor rate adjustment to address known and measurable personnel and rental cost increases to ensure continuity of client services at currently authorized levels. (General Fund-State)

Agency 057

Office of Civil Legal Aid Recommendation Summary

3. Civil Justice Reinvestment

The agency's budget is adjusted to underwrite Phase 1 of the Civil Justice Reinvestment Plan endorsed by the bipartisan Civil Legal Aid Oversight Committee and designed to address the civil legal aid capacity crisis documented in the 2015 Civil Legal Needs Study Update. (General Fund-State)

4. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 075

**Office of the Governor
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	48.6	10,855	4,000	14,855
2017-19 Maintenance Level	48.6	12,301	4,000	16,301
Difference from 2015-17	0.0	1,446	0	1,446
% Change from 2015-17	0.0%	13.3%	0.0%	9.7%
Policy Other Changes:				
1. Innovation Support for DCYF	1.8	500	0	500
Policy -- Other Total	1.8	500	0	500
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	152	0	152
3. Non-Rep General Wage Increase	0.0	348	0	348
4. Orca Transit Pass-Not WFSE	0.0	8	0	8
Policy -- Comp Total	0.0	508	0	508
Policy Central Services Changes:				
5. Legal Services	0.0	1	0	1
6. CTS Central Services	0.0	9	0	9
7. DES Central Services	0.0	19	0	19
Policy -- Central Svcs Total	0.0	29	0	29
Total Policy Changes	1.8	1,037	0	1,037
2017-19 Policy Level	50.4	13,338	4,000	17,338
Difference from 2015-17	1.8	2,483	0	2,483
% Change from 2015-17	3.6%	22.9%	0.0%	16.7%

**Office of the Governor
Recommendation Summary**

POLICY CHANGES

1. Innovation Support for DCYF

To prepare for the new Department of Children, Youth and Families (DCYF), a team is created to identify the programmatic changes, information technology needs, data analytic support, and client services necessary to implement recommendations from the 2016 Blue Ribbon Commission report on delivery of services to children and families. The team will transition to the new department in fiscal year 2019. (General Fund-State)

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

3. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State)

4. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State)

5. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State)

6. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

7. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 080

**Office of the Lieutenant Governor
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	6.8	1,292	95	1,387
2017-19 Maintenance Level	7.8	1,941	95	2,036
Difference from 2015-17	1.0	649	0	649
% Change from 2015-17	14.7%	50.2%	0.0%	46.8%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	16	0	16
2. Non-Rep General Wage Increase	0.0	33	0	33
Policy -- Comp Total	0.0	49	0	49
Policy Central Services Changes:				
3. DES Central Services	0.0	5	0	5
Policy -- Central Svcs Total	0.0	5	0	5
Total Policy Changes	0.0	54	0	54
2017-19 Policy Level	7.8	1,995	95	2,090
Difference from 2015-17	1.0	703	0	703
% Change from 2015-17	14.7%	54.4%	0.0%	50.7%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State)

GOVERNMENTAL OPERATIONS

Agency 080

Office of the Lieutenant Governor Recommendation Summary

3. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 082

**Public Disclosure Commission
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	19.6	4,853	0	4,853
2017-19 Maintenance Level	20.6	5,483	0	5,483
Difference from 2015-17	1.0	630	0	630
% Change from 2015-17	5.1%	13.0%		13.0%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	54	0	54
2. Non-Rep General Wage Increase	0.0	117	0	117
Policy -- Comp Total	0.0	171	0	171
Policy Central Services Changes:				
3. Legal Services	0.0	54	0	54
4. CTS Central Services	0.0	15	0	15
5. DES Central Services	0.0	9	0	9
Policy -- Central Svcs Total	0.0	78	0	78
Total Policy Changes	0.0	249	0	249
2017-19 Policy Level	20.6	5,732	0	5,732
Difference from 2015-17	1.0	879	0	879
% Change from 2015-17	5.1%	18.1%		18.1%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

**Public Disclosure Commission
Recommendation Summary**

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State)

3. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State)

4. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

5. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 085

Office of the Secretary of State Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	276.0	38,912	57,585	96,497
2017-19 Maintenance Level	277.0	25,767	57,924	83,691
Difference from 2015-17	1.0	-13,145	339	-12,806
% Change from 2015-17	0.4%	-33.8%	0.6%	-13.3%
Policy Other Changes:				
1. Modernize Elections System	0.0	5,884	0	5,884
2. Elections Census and Redistricting	1.0	204	0	204
3. Digital Archives Hardware	0.0	0	665	665
4. NHPRC Grant Appropriation	0.0	0	50	50
5. Server Consolidation	0.0	30	0	30
6. Increase TVW Contract	0.0	1,000	0	1,000
Policy -- Other Total	1.0	7,118	715	7,833
Policy Comp Changes:				
7. State Public Employee Benefits Rate	0.0	166	386	552
8. WFSE General Government	0.0	82	198	280
9. State Represented Emp Benefits Rate	0.0	43	122	165
10. Non-Rep General Wage Increase	0.0	362	631	993
11. Non-Rep Minimum Starting Wage	0.0	4	4	8
12. WFSE Orca Transit Pass	0.0	0	2	2
13. Orca Transit Pass-Not WFSE	0.0	0	16	16
Policy -- Comp Total	0.0	657	1,359	2,016
Policy Central Services Changes:				
14. Archives/Records Management	0.0	1	0	1
15. Legal Services	0.0	2	5	7
16. CTS Central Services	0.0	72	140	212
17. DES Central Services	0.0	23	46	69
Policy -- Central Svcs Total	0.0	98	191	289
Total Policy Changes	1.0	7,873	2,265	10,138
2017-19 Policy Level	278.0	33,640	60,189	93,829
Difference from 2015-17	2.0	-5,272	2,604	-2,668
% Change from 2015-17	0.7%	-13.5%	4.5%	-2.8%

**Office of the Secretary of State
Recommendation Summary**

POLICY CHANGES

1. Modernize Elections System

The statewide voter registration database is used to manage voter registration records and ensure the accuracy of the voter rolls. The elections information system provides online services for voters and candidates, including electronic voter registration, voters' guides, candidate filing and election results reporting. One-time funding is provided to upgrade these systems to ensure their long-term stability and to take advantage of new technologies to efficiently implement changes in law and best practices. (General Fund-State)

2. Elections Census and Redistricting

Funding is provided to participate in the U.S. Census Bureau's Redistricting Data Program and prepare for redistricting. Participation in the program improves the accuracy of the census and lays the foundation for the work the Washington State Redistricting Commission will conduct in 2021. (General Fund-State)

3. Digital Archives Hardware

The Washington State Digital Archives securely preserves the state's significant legal and historic electronic records and provides public access to its collections via the internet. It also ensures the long-term accessibility of the records through data migration. One-time funding is provided for the replacement of end-of-life equipment and to support the growing number of records. This is consistent with the phased implementation plan developed by the Technology Services Board for the replacement and expansion of hardware and builds on investments made in the 2015-17 biennium for other hardware and network components at the digital archives. (Public Records Efficiency, Preserv & Access Account-State; Local Government Archives Account-State)

4. NHPRC Grant Appropriation

As in previous years, the agency expects to be awarded a \$50,000 grant from the National Historical Publications and Records Commission (NHPRC). Expenditure authority is provided in the 2017-19 biennium so the grant can be used to fund the Washington State Historical Records Advisory Board, including staff support, meeting costs, technical assistance workshops and other activities that promote the value of public archives and historical records. (General Fund-Federal)

5. Server Consolidation

To bring the agency into compliance with RCW 43.105.375 and to maximize the use of the state data center, funding is provided to co-locate the agency's servers at the state data center in fiscal year 2019. (General Fund-State)

Agency 085

Office of the Secretary of State Recommendation Summary

6. Increase TVW Contract

Funding is provided to increase TVW's contract with the state to produce gavel-to-gavel television coverage of state government deliberations and other events of statewide significance. (General Fund-State)

7. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Public Records Efficiency, Preserv & Access Account-State; other accounts)

8. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; Public Records Efficiency, Preserv & Access Account-State; Secretary of State's Revolving Account-Non-Appr; other accounts)

9. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Public Records Efficiency, Preserv & Access Account-State; Secretary of State's Revolving Account-Non-Appr; other accounts)

10. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; Public Records Efficiency, Preserv & Access Account-State; other accounts)

11. Non-Rep Minimum Starting Wage

This provides resources to increase the starting wage for non-represented employees to \$12 an hour, effective July 1, 2017, and for wage increases for classified state employees who work in job classes where the pay is aligned with job classes affected by the minimum starting wage. (General Fund-State; Local Government Archives Account-State)

**Office of the Secretary of State
Recommendation Summary**

12. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (Local Government Archives Account-State)

13. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-Federal; Washington State Heritage Center Account-State; Local Government Archives Account-State)

14. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State)

15. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; Public Records Efficiency, Preserv & Access Account-State; Washington State Heritage Center Account-State; other accounts)

16. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Public Records Efficiency, Preserv & Access Account-State; Washington State Heritage Center Account-State; other accounts)

17. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; Public Records Efficiency, Preserv & Access Account-State; Washington State Heritage Center Account-State; other accounts)

Agency 086

**Governor's Office of Indian Affairs
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	2.0	540	0	540
2017-19 Maintenance Level	2.0	598	0	598
Difference from 2015-17	0.0	58	0	58
% Change from 2015-17	0.0%	10.7%		10.7%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	5	0	5
2. Non-Rep General Wage Increase	0.0	13	0	13
Policy -- Comp Total	0.0	18	0	18
Policy Central Services Changes:				
3. DES Central Services	0.0	2	0	2
Policy -- Central Svcs Total	0.0	2	0	2
Total Policy Changes	0.0	20	0	20
2017-19 Policy Level	2.0	618	0	618
Difference from 2015-17	0.0	78	0	78
% Change from 2015-17	0.0%	14.4%		14.4%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State)

GOVERNMENTAL OPERATIONS

Agency 086

Governor's Office of Indian Affairs Recommendation Summary

3. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 087

**Comm on Asian-Pacific-American Affairs
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	2.0	466	0	466
2017-19 Maintenance Level	2.0	502	0	502
Difference from 2015-17	0.0	36	0	36
% Change from 2015-17	0.0%	7.7%		7.7%
Policy Other Changes:				
1. Needs Assessment	0.0	50	0	50
Policy -- Other Total	0.0	50	0	50
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	5	0	5
3. Non-Rep General Wage Increase	0.0	11	0	11
Policy -- Comp Total	0.0	16	0	16
Policy Central Services Changes:				
4. DES Central Services	0.0	2	0	2
Policy -- Central Svcs Total	0.0	2	0	2
Total Policy Changes	0.0	68	0	68
2017-19 Policy Level	2.0	570	0	570
Difference from 2015-17	0.0	104	0	104
% Change from 2015-17	0.0%	22.3%		22.3%

POLICY CHANGES

1. Needs Assessment

The Commission will hire a consultant to do a needs assessment for Washington's Asian American and Pacific Islander communities regarding education, health and human services, economic development, and civic participation to inform the public, state agencies, and policymakers about the needs of these populations. This increased funding will also allow the Commission to hold some of its meetings in eastern Washington and fund additional translation and interpretation services. (General Fund-State)

Agency 087

**Comm on Asian-Pacific-American Affairs
Recommendation Summary**

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

3. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State)

4. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 090

**Office of the State Treasurer
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	67.0	0	16,829	16,829
2017-19 Maintenance Level	67.0	0	19,096	19,096
Difference from 2015-17	0.0	0	2,267	2,267
% Change from 2015-17	0.0%		13.5%	13.5%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	0	179	179
2. Non-Rep General Wage Increase	0.0	0	471	471
Policy -- Comp Total	0.0	0	650	650
Policy Central Services Changes:				
3. Audit Services	0.0	0	1	1
4. Legal Services	0.0	0	9	9
5. CTS Central Services	0.0	0	24	24
6. DES Central Services	0.0	0	21	21
Policy -- Central Svcs Total	0.0	0	55	55
Total Policy Changes	0.0	0	705	705
2017-19 Policy Level	67.0	0	19,801	19,801
Difference from 2015-17	0.0	0	2,972	2,972
% Change from 2015-17	0.0%		17.7%	17.7%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (State Treasurer's Service Account-State)

Office of the State Treasurer
Recommendation Summary

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (State Treasurer's Service Account-State)

3. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (State Treasurer's Service Account-State)

4. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (State Treasurer's Service Account-State)

5. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (State Treasurer's Service Account-State)

6. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (State Treasurer's Service Account-State)

Agency 095

**Office of the State Auditor
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	336.3	47	72,825	72,872
2017-19 Maintenance Level	336.3	60	80,820	80,880
Difference from 2015-17	0.0	13	7,995	8,008
% Change from 2015-17	0.0%	27.7%	11.0%	11.0%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	0	1,068	1,068
2. Non-Rep General Wage Increase	0.0	0	2,364	2,364
3. Orca Transit Pass-Not WFSE	0.0	0	38	38
Policy -- Comp Total	0.0	0	3,470	3,470
Policy Central Services Changes:				
4. Archives/Records Management	0.0	0	1	1
5. Legal Services	0.0	0	7	7
6. CTS Central Services	0.0	0	32	32
7. DES Central Services	0.0	0	41	41
Policy -- Central Svcs Total	0.0	0	81	81
Total Policy Changes	0.0	0	3,551	3,551
2017-19 Policy Level	336.3	60	84,371	84,431
Difference from 2015-17	0.0	13	11,546	11,559
% Change from 2015-17	0.0%	27.7%	15.9%	15.9%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Municipal Revolving Account-Non-Appr; Auditing Services Revolving Account-State; Performance Audits of Government Account-State; other accounts)

**Office of the State Auditor
Recommendation Summary**

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Municipal Revolving Account-Non-Appr; Auditing Services Revolving Account-State; Performance Audits of Government Account-State; other accounts)

3. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Municipal Revolving Account-Non-Appr)

4. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (Municipal Revolving Account-Non-Appr)

5. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Municipal Revolving Account-Non-Appr; Auditing Services Revolving Account-State; Performance Audits of Government Account-Non-Appr)

6. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Municipal Revolving Account-Non-Appr; Auditing Services Revolving Account-State; Performance Audits of Government Account-Non-Appr)

7. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Municipal Revolving Account-Non-Appr; Auditing Services Revolving Account-State; Performance Audits of Government Account-State; other accounts)

Agency 099

**Commission on Salaries for Elected Officials
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	1.3	331	0	331
2017-19 Maintenance Level	1.3	344	0	344
Difference from 2015-17	0.0	13	0	13
% Change from 2015-17	0.0%	3.9%		3.9%
Policy Other Changes:				
1. Travel Funding Update	0.0	6	0	6
Policy -- Other Total	0.0	6	0	6
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	5	0	5
3. Non-Rep General Wage Increase	0.0	14	0	14
Policy -- Comp Total	0.0	19	0	19
Policy Central Services Changes:				
4. DES Central Services	0.0	1	0	1
Policy -- Central Svcs Total	0.0	1	0	1
Total Policy Changes	0.0	26	0	26
2017-19 Policy Level	1.3	370	0	370
Difference from 2015-17	0.0	39	0	39
% Change from 2015-17	0.0%	11.8%		11.8%

POLICY CHANGES

1. Travel Funding Update

To ensure opportunities for broad public input on proposed salary schedules for elected officials, as required by RCW 43.03.310, the commission holds public meetings in multiple locations around the state. Travel costs have increased in recent years, but the commission's budget has not been adjusted to reflect these higher costs. The commission's budget is adjusted to provide adequate funding to ensure staff and commissioners are reimbursed for authorized travel expenses. (General Fund-State)

Agency 099

Commission on Salaries for Elected Officials Recommendation Summary

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

3. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State)

4. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 100

**Office of the Attorney General
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	1,123.6	19,837	248,872	268,709
2017-19 Maintenance Level	1,144.5	25,850	253,477	279,327
Difference from 2015-17	21.0	6,013	4,605	10,618
% Change from 2015-17	1.9%	30.3%	1.9%	4.0%
Policy Other Changes:				
1. Move Servers to State Data Center	0.3	47	485	532
2. PDC Legal Services	1.9	0	45	45
3. Child Permanency & Child Welfare	21.7	0	4,500	4,500
4. Public Counsel - Ratepayer Advocacy	2.9	0	1,358	1,358
5. Replace GF-State with VW Payment	0.0	-5,000	0	-5,000
Policy -- Other Total	26.8	-4,953	6,388	1,435
Policy Comp Changes:				
6. State Public Employee Benefits Rate	0.0	305	3,185	3,490
7. Non-Rep General Wage Increase	0.0	749	7,663	8,412
8. Non-Rep Targeted Pay Increases	0.0	0	6	6
9. Orca Transit Pass-Not WFSE	0.0	102	238	340
Policy -- Comp Total	0.0	1,156	11,092	12,248
Policy Central Services Changes:				
10. Archives/Records Management	0.0	1	14	15
11. Audit Services	0.0	0	1	1
12. Administrative Hearings	0.0	0	1	1
13. CTS Central Services	0.0	1	12	13
14. DES Central Services	0.0	15	163	178
Policy -- Central Svcs Total	0.0	17	191	208
Total Policy Changes	26.8	-3,780	17,671	13,891
2017-19 Policy Level	1,171.3	22,070	271,148	293,218
Difference from 2015-17	47.7	2,233	22,276	24,509
% Change from 2015-17	4.2%	11.3%	9.0%	9.1%

**Office of the Attorney General
Recommendation Summary**

POLICY CHANGES

1. Move Servers to State Data Center

RCW 43.105.375 directs state agencies to locate all existing and new servers at the State Data Center (SDC). Pursuant to the Office of the Chief Information Officer's business plan and migration schedule, the agency will move its servers to the SDC in fiscal year 2018. Funding is provided to move server infrastructure and to address ongoing maintenance and operation costs. (General Fund-State; General Fund-Federal; Manufactured/Mobile Home Dispute Resolut Pgm Account-Non-Appr; other accounts)

2. PDC Legal Services

During the 2015-17 biennium, the Public Disclosure Commission (PDC) experienced a workload increase related to complex litigation, filing of ballot initiatives, and a reduction of internal legal staff. Authority is provided for the Attorney General to bill the PDC for its increased need for legal support. (Legal Services Revolving Account-State)

3. Child Permanency & Child Welfare

Funding is provided to allow the agency to increase staff for child welfare litigation-related proceedings in Seattle, Tacoma, Olympia, Vancouver and Spokane. These five Attorney General offices have experienced workload challenges due to an increase in specialized courts and proceedings (for example, family treatment or drug courts, court for dependent babies, and mandatory mediations), high social worker turnover at the Department of Social and Health Services (DSHS), expanded parent representation and lengthy court proceedings. Additional funding will allow the agency to better support DSHS' goal to protect children from abuse and neglect and to achieve timely permanency for children. (Legal Services Revolving Account-State)

4. Public Counsel - Ratepayer Advocacy

The agency's budget is adjusted to allow for additional staffing and expert witness funding for the Public Counsel Unit (PCU). Increased funding will enable PCU to more effectively represent ratepayers by increasing the number of cases PCU can participate in and by widening the range of issues PCU can address in those cases. Ratepayers will benefit from added legal advocacy and expert analysis and testimony in matters addressing rate increases, service delivery, environmental initiatives, and other regulatory issues. (Public Service Revolving Account-State)

5. Replace GF-State with VW Payment

A one-time reduction of General Fund-State funding is replaced with a portion of the payment awarded to the Attorney General's Office for its work in defending the state against Volkswagen (VW) consumer protection violations. (General Fund-State)

Agency 100

Office of the Attorney General Recommendation Summary

6. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Public Service Revolving Account-State; Manufactured/Mobile Home Dispute Resolut Pgm Account-Non-Appr; other accounts)

7. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; Public Service Revolving Account-State; Manufactured/Mobile Home Dispute Resolut Pgm Account-Non-Appr; other accounts)

8. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (Legal Services Revolving Account-State)

9. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State; Public Service Revolving Account-State; Manufactured/Mobile Home Dispute Resolut Pgm Account-Non-Appr; other accounts)

10. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State; Legal Services Revolving Account-State)

11. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (Legal Services Revolving Account-State)

12. Administrative Hearings

Agency budgets are adjusted to reflect each agency's anticipated share of charges for administrative hearings. (Manufactured/Mobile Home Dispute Resolut Pgm Account-Non-Appr)

Agency 100

**Office of the Attorney General
Recommendation Summary**

13. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Manufactured/Mobile Home Dispute Resolut Pgm Account-Non-Appr; Legal Services Revolving Account-State; other accounts)

14. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; Public Service Revolving Account-State; Legal Services Revolving Account-State; other accounts)

Agency 101

Caseload Forecast Council Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	12.5	2,857	0	2,857
2017-19 Maintenance Level	12.5	2,985	0	2,985
Difference from 2015-17	0.0	128	0	128
% Change from 2015-17	0.0%	4.5%		4.5%
Policy Other Changes:				
1. Hosting Sentencing Database at SDC	0.0	58	0	58
2. Tiered Reimbursement Forecast	0.5	146	0	146
Policy -- Other Total	0.5	204	0	204
Policy Comp Changes:				
3. State Public Employee Benefits Rate	0.0	27	0	27
4. Non-Rep General Wage Increase	0.0	75	0	75
Policy -- Comp Total	0.0	102	0	102
Policy Central Services Changes:				
5. CTS Central Services	0.0	15	0	15
6. DES Central Services	0.0	4	0	4
Policy -- Central Svcs Total	0.0	19	0	19
Total Policy Changes	0.5	325	0	325
2017-19 Policy Level	13.0	3,310	0	3,310
Difference from 2015-17	0.5	453	0	453
% Change from 2015-17	4.0%	15.9%		15.9%

POLICY CHANGES

1. Hosting Sentencing Database at SDC

Funding is provided to move the Sentencing Database System to the State Data Center (SDC) managed by Consolidated Technology Services (WaTech). This move will bring the agency into compliance with RCW 43.105.375 and will maximize the use of the SDC. (General Fund-State)

Caseload Forecast Council Recommendation Summary

2. Tiered Reimbursement Forecast

Funding is provided for a .5 staff to produce the caseload forecasts for the early achiever quality awards and tiered reimbursement levels for child care programs. (General Fund-State)

3. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

4. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State)

5. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

6. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 102

**Department of Financial Institutions
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	198.8	0	51,793	51,793
2017-19 Maintenance Level	198.8	0	52,228	52,228
Difference from 2015-17	0.0	0	435	435
% Change from 2015-17	0.0%		0.8%	0.8%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	0	541	541
2. Non-Rep General Wage Increase	0.0	0	1,341	1,341
3. Orca Transit Pass-Not WFSE	0.0	0	26	26
Policy -- Comp Total	0.0	0	1,908	1,908
Policy Central Services Changes:				
4. Archives/Records Management	0.0	0	3	3
5. Legal Services	0.0	0	22	22
6. Administrative Hearings	0.0	0	3	3
7. CTS Central Services	0.0	0	14	14
8. DES Central Services	0.0	0	25	25
Policy -- Central Svcs Total	0.0	0	67	67
Total Policy Changes	0.0	0	1,975	1,975
2017-19 Policy Level	198.8	0	54,203	54,203
Difference from 2015-17	0.0	0	2,410	2,410
% Change from 2015-17	0.0%		4.7%	4.7%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Financial Services Regulation Account-Non-Appr)

Department of Financial Institutions Recommendation Summary

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Financial Services Regulation Account-Non-Appr)

3. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Financial Services Regulation Account-Non-Appr)

4. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (Financial Services Regulation Account-Non-Appr)

5. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Financial Services Regulation Account-Non-Appr)

6. Administrative Hearings

Agency budgets are adjusted to reflect each agency's anticipated share of charges for administrative hearings. (Financial Services Regulation Account-Non-Appr)

7. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Financial Services Regulation Account-Non-Appr)

8. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Financial Services Regulation Account-Non-Appr)

Agency 103

**Department of Commerce
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	280.9	123,512	391,984	515,496
2017-19 Maintenance Level	280.0	126,929	416,178	543,107
Difference from 2015-17	-0.9	3,417	24,194	27,611
% Change from 2015-17	-0.3%	2.8%	6.2%	5.4%
Policy Other Changes:				
1. Northwest Pacific Fisheries	1.0	148	148	296
2. Reduce Homelessness	3.5	0	20,000	20,000
3. Sector-Based Economic Development	2.0	1,870	0	1,870
4. Lead-Based Paint Abatement	2.0	0	376	376
5. Expand LIHEAP Services	0.0	0	25,000	25,000
6. BH: Case-Managed Housing	0.3	2,880	0	2,880
7. BH: Adult Street Outreach	0.0	1,660	0	1,660
8. BH: Permanent Supportive Housing	1.0	8,199	0	8,199
9. BH:Supportive Housing Administrator	1.0	280	0	280
10. End Contract with NWABC	0.0	-600	0	-600
11. End WWCC Grant	0.0	-750	0	-750
12. End State Match for RSVP	0.0	-612	0	-612
Policy -- Other Total	10.8	13,075	45,524	58,599
Policy Comp Changes:				
13. State Public Employee Benefits Rate	0.0	226	114	340
14. WFSE General Government	0.0	185	793	978
15. State Represented Emp Benefits Rate	0.0	101	403	504
16. Non-Rep General Wage Increase	0.0	572	292	864
17. WFSE Orca Transit Pass	0.0	4	6	10
18. Orca Transit Pass-Not WFSE	0.0	20	4	24
Policy -- Comp Total	0.0	1,108	1,612	2,720
Policy Central Services Changes:				
19. Archives/Records Management	0.0	1	0	1

GOVERNMENTAL OPERATIONS

Agency 103

Department of Commerce Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
20. Audit Services	0.0	1	0	1
21. Legal Services	0.0	4	7	11
22. CTS Central Services	0.0	9	14	23
23. DES Central Services	0.0	12	22	34
Policy -- Central Svcs Total	0.0	27	43	70
Total Policy Changes	10.8	14,210	47,179	61,389
2017-19 Policy Level	290.8	141,139	463,357	604,496
Difference from 2015-17	10.0	17,627	71,373	89,000
% Change from 2015-17	3.5%	14.3%	18.2%	17.3%

POLICY CHANGES

1. Northwest Pacific Fisheries

Matched by industry funding, ongoing state funding is provided for 1.0 FTE staff to support economic development in the fishing sector and to support the Washington delegation to the North Pacific Fisheries Management Council. (General Fund-State; General Fund-Local)

2. Reduce Homelessness

The state has made progress in reducing the number of people who experience homelessness. However, a lack of affordable housing, chronic mental illness and chemical dependency continue to be barriers to people staying stably housed. New ongoing funding and 3.5 FTE staff years are provided to: (1) expand temporary rent assistance for homeless families with children; (2) expand permanent housing with wrap-around services for harder-to-serve chronically homeless families and individuals; and (3) increase the number of youth who exit a state system, such as juvenile detention, to safe, stable housing. (Home Security Fund Account-State)

3. Sector-Based Economic Development

Sector-based economic development increases the output of industry sectors vital to Washington's economy: aerospace, clean energy, forest products, information and communications technology, life sciences, maritime and the military. Economic gardening grants, an entrepreneur-based approach to economic development, helps small companies advance to the next stage of business development, remain in their community and hire local workers. Ongoing funds and 2.0 FTE staff years are provided to stabilize funding for the sector-based economic development program and expand economic gardening grant opportunities to more communities around the state. (General Fund-State)

Agency 103

Department of Commerce Recommendation Summary

4. Lead-Based Paint Abatement

Lead-based paint has been safely removed from many of the estimated 1.5 million residential properties in the state built before the paint was banned. However, there is more the state can do to protect human health against poisoning from lead-based paint. Higher fees for lead-based paint abatement certifications will fund 2.0 FTE staff years for technical assistance services and compliance efforts. (Lead Paint Account-State)

5. Expand LIHEAP Services

The Low-Income Energy Assistance Program (LIHEAP) assists households at or below 125 percent of the federal poverty level or at or below 60 percent of the area median income level with utility payments. LIHEAP applies an energy assistance grant directly to the energy provider on behalf of the eligible household. LIHEAP may also help repair or replace unsafe, dysfunctional, or inoperative heating systems. Funding is provided to expand the number of eligible households served. (Carbon Pollution Reduction Account-State)

6. BH: Case-Managed Housing

Housing is a critical component to keeping individuals with a history of homelessness, mental illness and substance use disorder (SUD) out of jails, emergency rooms and shelters. Currently, there is little to no housing specific to populations with these co-occurring disorders. Funding is provided to add 100 beds for low and no-barrier housing for people with a criminal history, SUD, and/or mental illness. Case management and care coordination services will be provided. This item is part of the Governor's statewide behavioral health (BH) reform package. (General Fund-State)

7. BH: Adult Street Outreach

To avoid future encounters with law enforcement or involuntary commitments, ongoing funding is provided for the department to contract with local entities to develop a street outreach program. This program will utilize peer supports to engage adults who may not have yet received treatment for a mental health illness. This item is part of the Governor's statewide behavioral health reform package. (General Fund-State)

8. BH: Permanent Supportive Housing

Residential placements for individuals at the state psychiatric hospitals can present significant barriers to timely discharge. To address the need for increased permanent supportive housing for individuals with a history of mental illness, 320 community beds are added. The Department of Commerce will contract with local entities to provide a mix of shared supportive housing and independent housing. This item is part of the Governor's statewide behavioral health reform package. (General Fund-State)

Department of Commerce
Recommendation Summary

9. BH:Supportive Housing Administrator

A behavioral health supportive housing administrator is created within the department to coordinate development of effective behavioral health housing options and services statewide to aid in the discharge of individuals from the state psychiatric hospitals. This position will work closely with the Health Care Authority, Department of Social and Health Services and other entities to facilitate linkages among disparate behavioral health community bed capacity-building efforts. This position will also develop and maintain a statewide inventory of community beds by bed type. This item is part of the Governor's statewide behavioral health reform package. (General Fund-State)

10. End Contract with NWABC

Funding for the department's contract with the Northwest Agriculture Business Center (NWABC) is eliminated. This terminates business assistance for farms, value-added agriculture businesses, and farm-based businesses in Island, San Juan, Skagit, Snohomish and Whatcom counties. The center will continue to offer assistance to agricultural-based businesses in these counties with funding from other sources, including the U.S. Department of Agriculture. (General Fund-State)

11. End WWCC Grant

Funding for the department's grant to Walla Walla Community College (WWCC) for the operation of the college's water and environmental center is eliminated. The grant assists the center with program and curriculum development, outreach and strategic planning for the school. (General Fund-State)

12. End State Match for RSVP

The Retired Senior Volunteer Program (RSVP) contracts annually with 17 nonprofit organizations to recruit about 7,900 volunteers who provide a variety of community services in 32 counties. The state match for the program is eliminated. (General Fund-State)

13. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

14. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

Agency 103

Department of Commerce Recommendation Summary

15. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

16. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

17. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal; Economic Development Strategic Reserve Account-State)

18. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal)

19. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State)

20. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-State)

21. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

Agency 103

**Department of Commerce
Recommendation Summary**

22. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

23. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

Agency 104

**Economic & Revenue Forecast Council
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	6.1	1,693	50	1,743
2017-19 Maintenance Level	6.1	1,721	50	1,771
Difference from 2015-17	0.0	28	0	28
% Change from 2015-17	0.0%	1.7%	0.0%	1.6%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	16	0	16
2. Non-Rep General Wage Increase	0.0	46	0	46
Policy -- Comp Total	0.0	62	0	62
Policy Central Services Changes:				
3. CTS Central Services	0.0	0	0	0
4. DES Central Services	0.0	3	0	3
Policy -- Central Svcs Total	0.0	3	0	3
Total Policy Changes	0.0	65	0	65
2017-19 Policy Level	6.1	1,786	50	1,836
Difference from 2015-17	0.0	93	0	93
% Change from 2015-17	0.0%	5.5%	0.0%	5.3%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

**Economic & Revenue Forecast Council
Recommendation Summary**

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State)

3. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

4. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 105

Office of Financial Management Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	201.8	38,853	117,314	156,167
2017-19 Maintenance Level	205.6	43,253	87,622	130,875
Difference from 2015-17	3.8	4,400	-29,692	-25,292
% Change from 2015-17	1.9%	11.3%	-25.3%	-16.2%
Policy Other Changes:				
1. One Washington Program	7.0	0	4,503	4,503
2. Career Connected Learning	0.0	0	6,000	6,000
3. Computer Science K-12 Expansion	0.0	0	6,000	6,000
4. SGC Sentencing Review	0.0	400	0	400
5. Shellfish Initiative Advisor	0.0	224	0	224
6. Implement Bargaining Provision	0.3	70	0	70
7. Cost Allocation Contract	0.0	500	0	500
8. Change Management Contract	0.0	500	0	500
9. TRAINS One Washington	0.0	0	300	300
Policy -- Other Total	7.3	1,694	16,803	18,497
Policy Comp Changes:				
10. State Public Employee Benefits Rate	0.0	410	120	530
11. Non-Rep General Wage Increase	0.0	1,117	298	1,415
Policy -- Comp Total	0.0	1,527	418	1,945
Policy Central Services Changes:				
12. Archives/Records Management	0.0	1	0	1
13. Legal Services	0.0	6	2	8
14. CTS Central Services	0.0	27	7	34
15. DES Central Services	0.0	41	12	53
Policy -- Central Svcs Total	0.0	75	21	96
Total Policy Changes	7.3	3,296	17,242	20,538
2017-19 Policy Level	212.8	46,549	104,864	151,413
Difference from 2015-17	11.0	7,696	-12,450	-4,754
% Change from 2015-17	5.5%	19.8%	-10.6%	-3.0%

**Office of Financial Management
Recommendation Summary**

POLICY CHANGES

1. One Washington Program

One Washington is a comprehensive business transformation program to modernize and improve aging administrative systems and related business processes that are common across state government. This item funds readiness activities related to data business warehouse planning and system integrations and contracting with a strategic partner for the design of the long-term program blueprint detailing the readiness, planning and implementation activities for the next four biennia. One Washington will help ensure we have access to data that is accurate, available in a timely fashion, and meets the business needs of decision makers. (Statewide IT System Development Revolving Account-State)

2. Career Connected Learning

The Career Connected Learning program is a public-private partnership that will engage students and youth in learning experiences essential for preparing them for high-demand family-wage jobs in Washington state. OFM will contract with a statewide nonprofit organization with expertise in promoting and supporting science, technology, engineering and mathematics (STEM) education from early learning through postsecondary education to manage Career Connected Learning. The nonprofit will provide implementation grants to local partnership networks delivering career-connected learning services. The program incorporates relationships between higher education, business and industry, apprenticeships, workforce development councils, and schools to facilitate industry design challenges, worksite visits, mentorships, internships, and registered youth apprenticeships. The nonprofit organization will commit to generating matching funds to double the state's investment. (Education Legacy Trust Account-State)

3. Computer Science K-12 Expansion

The computer science education grant program will increase K-12 student access across the state to computer science education, a cutting-edge skillset that prepares students for high-demand jobs and supports critical thinking, problem solving and mastery of state math and science standards. OFM will contract with a statewide nonprofit organization with expertise in promoting and supporting STEM education from early learning through postsecondary education to manage the grant program. Grants will support teacher training, technology purchases and access for historically underserved and underrepresented students, including girls and students from low-income, rural and ethnic minority communities. The nonprofit will commit to generating matching funds to double the state's investment and provide technical assistance. (Education Legacy Trust Account-State)

Agency 105

Office of Financial Management Recommendation Summary

4. SGC Sentencing Review

Funding is provided for the Sentencing Guidelines Commission (SGC) to evaluate adult sentencing guidelines. The commission will review sentencing practices across the state and make recommendations on reforms that improve public safety, reduce sentencing complexity, increase consistency and fairness, and reduce recidivism. (General Fund-State)

5. Shellfish Initiative Advisor

Funding is provided for a policy advisor to oversee the implementation of the Washington Shellfish Initiative regarding response to ocean acidification, restoration and recovery of shellfish-growing areas on the coast. (General Fund-State)

6. Implement Bargaining Provision

This item funds the implementation of a provision of the Washington Federation of State Employees' collective bargaining agreement covering public service loan forgiveness, and includes a temporary human resource consultant. (General Fund-State)

7. Cost Allocation Contract

Contract expertise is required to develop predictive cost modeling related to administrative functions necessary to support the behavioral health integration and creation of a new Department of Children, Youth and Families. In addition to predictive cost modeling, the contractor will provide expertise on federal cost allocation methods and state plan amendments. (General Fund-State)

8. Change Management Contract

A change management contractor will assist in the transition and alignment of organizations, individuals, programs and workplace cultures in order to successfully implement behavioral health integration and creation of a new Department of Children, Youth and Families. (General Fund-State)

9. TRAINS One Washington

Funding is provided to the One Washington program to support activities associated with transitioning the Washington State Department of Transportation's (WSDOT) Transportation Reporting and Accounting Information System (TRAINS) to a single statewide accounting platform. (Motor Vehicle Account-State)

10. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Motor Vehicle Account-State; other accounts)

**Office of Financial Management
Recommendation Summary**

11. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; Economic Development Strategic Reserve Account-State; other accounts)

12. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State)

13. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; Personnel Service Account-State; OFM's Labor Relations Service Account-Non-Appr)

14. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Personnel Service Account-State; OFM's Labor Relations Service Account-Non-Appr)

15. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; Personnel Service Account-State; OFM's Labor Relations Service Account-Non-Appr)

Agency 110

**Office of Administrative Hearings
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	170.8	0	38,476	38,476
2017-19 Maintenance Level	161.8	0	37,642	37,642
Difference from 2015-17	-9.0	0	-834	-834
% Change from 2015-17	-5.3%		-2.2%	-2.2%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	0	422	422
2. WFSE General Government	0.0	0	60	60
3. State Represented Emp Benefits Rate	0.0	0	24	24
4. Non-Rep General Wage Increase	0.0	0	929	929
5. Orca Transit Pass-Not WFSE	0.0	0	38	38
Policy -- Comp Total	0.0	0	1,473	1,473
Policy Central Services Changes:				
6. Legal Services	0.0	0	3	3
7. CTS Central Services	0.0	0	66	66
8. DES Central Services	0.0	0	25	25
Policy -- Central Svcs Total	0.0	0	94	94
Total Policy Changes	0.0	0	1,567	1,567
2017-19 Policy Level	161.8	0	39,209	39,209
Difference from 2015-17	-9.0	0	733	733
% Change from 2015-17	-5.3%		1.9%	1.9%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Administrative Hearings Revolving Account-State)

**Office of Administrative Hearings
Recommendation Summary**

2. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Administrative Hearings Revolving Account-State)

3. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Administrative Hearings Revolving Account-State)

4. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Administrative Hearings Revolving Account-State)

5. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Administrative Hearings Revolving Account-State)

6. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Administrative Hearings Revolving Account-State)

7. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Administrative Hearings Revolving Account-State)

8. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Administrative Hearings Revolving Account-State)

Agency 116

**State Lottery Commission
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	142.9	0	946,743	946,743
2017-19 Maintenance Level	143.9	0	1,051,328	1,051,328
Difference from 2015-17	1.0	0	104,585	104,585
% Change from 2015-17	0.7%		11.0%	11.0%
Policy Other Changes:				
1. Improve Customer Service and IT	3.0	0	474	474
Policy -- Other Total	3.0	0	474	474
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	0	270	270
3. WFSE General Government	0.0	0	153	153
4. State Represented Emp Benefits Rate	0.0	0	88	88
5. Non-Rep General Wage Increase	0.0	0	528	528
6. WFSE Orca Transit Pass	0.0	0	8	8
7. Orca Transit Pass-Not WFSE	0.0	0	10	10
Policy -- Comp Total	0.0	0	1,057	1,057
Policy Central Services Changes:				
8. Archives/Records Management	0.0	0	1	1
9. Audit Services	0.0	0	1	1
10. Legal Services	0.0	0	2	2
11. CTS Central Services	0.0	0	75	75
12. DES Central Services	0.0	0	21	21
Policy -- Central Svcs Total	0.0	0	100	100
Total Policy Changes	3.0	0	1,631	1,631
2017-19 Policy Level	146.9	0	1,052,959	1,052,959
Difference from 2015-17	4.0	0	106,216	106,216
% Change from 2015-17	2.8%		11.2%	11.2%

**State Lottery Commission
Recommendation Summary**

POLICY CHANGES

1. Improve Customer Service and IT

The Lottery is granted additional expenditure authority to fund existing, but unfunded, 3.0 FTE staff to improve customer service at sales and redemption kiosks and to improve internal operational capacity and information technology (IT) services. (Lottery Administrative Account-State)

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Lottery Administrative Account-State)

3. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Lottery Administrative Account-State)

4. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Lottery Administrative Account-State)

5. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Lottery Administrative Account-State)

6. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (Lottery Administrative Account-State)

Agency 116

State Lottery Commission Recommendation Summary

7. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Lottery Administrative Account-State)

8. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (Lottery Administrative Account-State)

9. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (Lottery Administrative Account-State)

10. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Lottery Administrative Account-State)

11. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Lottery Administrative Account-State)

12. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Lottery Administrative Account-State)

GOVERNMENTAL OPERATIONS

Agency 117

Washington State Gambling Commission Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	114.0	0	30,591	30,591
2017-19 Maintenance Level	114.0	0	27,134	27,134
Difference from 2015-17	0.0	0	-3,457	-3,457
% Change from 2015-17	0.0%		-11.3%	-11.3%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	0	305	305
2. Non-Rep General Wage Increase	0.0	0	628	628
3. Orca Transit Pass-Not WFSE	0.0	0	8	8
Policy -- Comp Total	0.0	0	941	941
Policy Central Services Changes:				
4. Archives/Records Management	0.0	0	1	1
5. Legal Services	0.0	0	7	7
6. CTS Central Services	0.0	0	33	33
7. DES Central Services	0.0	0	14	14
Policy -- Central Svcs Total	0.0	0	55	55
Total Policy Changes	0.0	0	996	996
2017-19 Policy Level	114.0	0	28,130	28,130
Difference from 2015-17	0.0	0	-2,461	-2,461
% Change from 2015-17	0.0%		-8.0%	-8.0%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Gambling Revolving Account-Non-Appr)

Agency 117

Washington State Gambling Commission Recommendation Summary

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Gambling Revolving Account-Non-Appr)

3. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Gambling Revolving Account-Non-Appr)

4. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (Gambling Revolving Account-Non-Appr)

5. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Gambling Revolving Account-Non-Appr)

6. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Gambling Revolving Account-Non-Appr)

7. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Gambling Revolving Account-Non-Appr)

GOVERNMENTAL OPERATIONS

Agency 118

**Washington State Commission on Hispanic Affairs
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	2.0	519	0	519
2017-19 Maintenance Level	2.0	562	0	562
Difference from 2015-17	0.0	43	0	43
% Change from 2015-17	0.0%	8.3%		8.3%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	5	0	5
2. Non-Rep General Wage Increase	0.0	11	0	11
Policy -- Comp Total	0.0	16	0	16
Policy Central Services Changes:				
3. DES Central Services	0.0	2	0	2
Policy -- Central Svcs Total	0.0	2	0	2
Total Policy Changes	0.0	18	0	18
2017-19 Policy Level	2.0	580	0	580
Difference from 2015-17	0.0	61	0	61
% Change from 2015-17	0.0%	11.8%		11.8%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State)

Agency 118

Washington State Commission on Hispanic Affairs Recommendation Summary

3. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

GOVERNMENTAL OPERATIONS

Agency 119

**WA State Comm on African-American Affairs
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	2.0	514	0	514
2017-19 Maintenance Level	2.0	557	0	557
Difference from 2015-17	0.0	43	0	43
% Change from 2015-17	0.0%	8.4%		8.4%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	5	0	5
2. Non-Rep General Wage Increase	0.0	11	0	11
Policy -- Comp Total	0.0	16	0	16
Policy Central Services Changes:				
3. DES Central Services	0.0	2	0	2
Policy -- Central Svcs Total	0.0	2	0	2
Total Policy Changes	0.0	18	0	18
2017-19 Policy Level	2.0	575	0	575
Difference from 2015-17	0.0	61	0	61
% Change from 2015-17	0.0%	11.9%		11.9%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State)

Agency 119

WA State Comm on African-American Affairs Recommendation Summary

3. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

GOVERNMENTAL OPERATIONS

Agency 124

Department of Retirement Systems Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	252.4	0	69,135	69,135
2017-19 Maintenance Level	250.9	0	64,421	64,421
Difference from 2015-17	-1.6	0	-4,714	-4,714
% Change from 2015-17	-0.6%		-6.8%	-6.8%
Policy Other Changes:				
1. Servers to State Data Center	1.4	0	409	409
2. Legacy System Modernization Plan	0.0	0	956	956
Policy -- Other Total	1.4	0	1,365	1,365
Policy Comp Changes:				
3. State Public Employee Benefits Rate	0.0	0	679	679
4. Non-Rep General Wage Increase	0.0	0	1,330	1,330
Policy -- Comp Total	0.0	0	2,009	2,009
Policy Central Services Changes:				
5. Archives/Records Management	0.0	0	3	3
6. Audit Services	0.0	0	1	1
7. Legal Services	0.0	0	4	4
8. CTS Central Services	0.0	0	16	16
9. DES Central Services	0.0	0	30	30
Policy -- Central Svcs Total	0.0	0	54	54
Total Policy Changes	1.4	0	3,428	3,428
2017-19 Policy Level	252.2	0	67,849	67,849
Difference from 2015-17	-0.2	0	-1,286	-1,286
% Change from 2015-17	-0.1%		-1.9%	-1.9%

Agency 124

Department of Retirement Systems Recommendation Summary

POLICY CHANGES

1. Servers to State Data Center

This item provides resources to plan, move into, maintain and operate 55 devices in the State Data Center (SDC) managed by Consolidated Technology Services (WaTech), beginning in January 2018. This brings the agency into compliance with RCW 43.105.375 and maximizes the use of the SDC. (Dept of Retirement Systems Expense Account-State; OASI Revolving Account-Non-Appr; Deferred Compensation Administrative Account-Non-Appr)

2. Legacy System Modernization Plan

The Department of Retirement Systems (DRS), in consultation with One Washington in the Office of Financial Management, the Office of the Chief Information Officer and other agencies with statewide payroll or benefit systems, will engage consultants to work with DRS technology and business teams. They will develop and validate a plan for replacing the remaining mission-critical legacy systems that are over 20 years old. These systems are responsible for maintaining information for more than 725,000 current and former public employees and for calculating and distributing over \$3.5 billion in payments each year. The plan will identify high-level requirements for these remaining systems, develop an architectural blueprint that includes detailed system and technical solution requirements, and a sequencing plan for replacing the agency's remaining legacy systems. The plan will evaluate the costs, benefits and feasibility of integrating the functions of DRS systems with existing or new statewide systems, as well as stand-alone solutions. (Dept of Retirement Systems Expense Account-State; OASI Revolving Account-Non-Appr; Deferred Compensation Administrative Account-Non-Appr)

3. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Dept of Retirement Systems Expense Account-State; OASI Revolving Account-Non-Appr; Deferred Compensation Administrative Account-Non-Appr)

4. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Dept of Retirement Systems Expense Account-State; OASI Revolving Account-Non-Appr; Deferred Compensation Administrative Account-Non-Appr)

Agency 124

Department of Retirement Systems Recommendation Summary

5. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (Dept of Retirement Systems Expense Account-State)

6. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (Dept of Retirement Systems Expense Account-State)

7. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Dept of Retirement Systems Expense Account-State)

8. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Dept of Retirement Systems Expense Account-State; Deferred Compensation Administrative Account-Non-Appr)

9. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Dept of Retirement Systems Expense Account-State; Deferred Compensation Administrative Account-Non-Appr)

Agency 126

**State Investment Board
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	97.4	0	42,568	42,568
2017-19 Maintenance Level	97.4	0	43,877	43,877
Difference from 2015-17	-0.1	0	1,309	1,309
% Change from 2015-17	-0.1%		3.1%	3.1%
Policy Other Changes:				
1. Investment Strategies	4.1	0	2,069	2,069
2. Investment Data Analytics Officer	0.9	0	445	445
Policy -- Other Total	5.0	0	2,514	2,514
Policy Comp Changes:				
3. State Public Employee Benefits Rate	0.0	0	262	262
4. Non-Rep General Wage Increase	0.0	0	1,155	1,155
5. Orca Transit Pass-Not WFSE	0.0	0	10	10
6. Investment Officer Compensation	0.0	0	490	490
Policy -- Comp Total	0.0	0	1,917	1,917
Policy Central Services Changes:				
7. Archives/Records Management	0.0	0	1	1
8. Audit Services	0.0	0	2	2
9. Legal Services	0.0	0	14	14
10. CTS Central Services	0.0	0	16	16
11. DES Central Services	0.0	0	12	12
Policy -- Central Svcs Total	0.0	0	45	45
Total Policy Changes	5.0	0	4,476	4,476
2017-19 Policy Level	102.4	0	48,353	48,353
Difference from 2015-17	5.0	0	5,785	5,785
% Change from 2015-17	5.1%		13.6%	13.6%

State Investment Board Recommendation Summary

POLICY CHANGES

1. Investment Strategies

This funding will increase capacity for the Washington State Investment Board (WSIB) to manage global funds, tangible assets and other innovative investment vehicles. Additional investment officers will be hired to implement these strategies, which are growing in size and complexity. The WSIB's objective is to effectively construct and oversee premium investment portfolios for state retirement systems and other public funds. The funding favorably positions the WSIB to attain the return objective set by the Legislature. (State Investment Board Expense Account-State)

2. Investment Data Analytics Officer

This item funds one new Investment Data Analytics Officer position to lead and assist in optimizing investment data processing, improving investment risk and performance analytics, leveraging cloud technologies, exploring open data possibilities and broadly providing the highest quality investment data research for the WSIB, partners and beneficiaries. (State Investment Board Expense Account-State)

3. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (State Investment Board Expense Account-State)

4. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (State Investment Board Expense Account-State)

5. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (State Investment Board Expense Account-State)

Agency 126

State Investment Board Recommendation Summary

6. Investment Officer Compensation

This item pays for targeted salary increases for investment officer job classes. The funding is sufficient for increases of 2 percent on July 1, 2017, and 2 percent on July 1, 2018, in addition to general wage increases for non-represented employees. (State Investment Board Expense Account-State)

7. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (State Investment Board Expense Account-State)

8. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (State Investment Board Expense Account-State)

9. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (State Investment Board Expense Account-State)

10. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (State Investment Board Expense Account-State)

11. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (State Investment Board Expense Account-State)

GOVERNMENTAL OPERATIONS

Agency 140

Department of Revenue Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	1,215.8	239,899	50,627	290,526
2017-19 Maintenance Level	1,221.3	263,210	40,008	303,218
Difference from 2015-17	5.5	23,311	-10,619	12,692
% Change from 2015-17	0.5%	9.7%	-21.0%	4.4%
Policy Other Changes:				
1. GenTax Maintenance	0.0	1,329	46	1,375
2. Litigation Costs	0.0	380	0	380
3. Business License Support	0.0	-22,700	22,700	0
4. State Data Center Migration	0.0	663	0	663
5. Revenue Legislation *	0.0	9,454	0	9,454
Policy -- Other Total	0.0	-10,874	22,746	11,872
Policy Comp Changes:				
6. State Public Employee Benefits Rate	0.0	631	72	703
7. State Represented Emp Benefits Rate	0.0	2,306	253	2,559
8. WPEA General Government	0.0	5,954	495	6,449
9. Non-Rep General Wage Increase	0.0	1,617	168	1,785
10. Non-Rep Targeted Pay Increases	0.0	22	8	30
11. Orca Transit Pass-Not WFSE	0.0	200	2	202
Policy -- Comp Total	0.0	10,730	998	11,728
Policy Central Services Changes:				
12. Archives/Records Management	0.0	3	0	3
13. Audit Services	0.0	5	0	5
14. Legal Services	0.0	82	10	92
15. CTS Central Services	0.0	163	20	183
16. DES Central Services	0.0	130	13	143
Policy -- Central Svcs Total	0.0	383	43	426
Total Policy Changes	0.0	239	23,787	24,026
2017-19 Policy Level	1,221.3	263,449	63,795	327,244
Difference from 2015-17	5.5	23,550	13,168	36,718
% Change from 2015-17	0.5%	9.8%	26.0%	12.6%

Agency 140

Department of Revenue Recommendation Summary

POLICY CHANGES

1. GenTax Maintenance

Funding is provided for the ongoing maintenance and support of Gen Tax, the department's new tax collection system. (General Fund-State; Timber Tax Distribution Account-State; Unclaimed Personal Property Account-Non-Appr)

2. Litigation Costs

Funding is provided for extraordinary legal costs associated with ongoing tax litigation. (General Fund-State)

3. Business License Support

One-time General Fund-State support is shifted to the Business License Account. (General Fund-State; Business License Account-State)

4. State Data Center Migration

Funding is provided for the Department of Revenue to move its servers into the State Data Center. (General Fund-State)

5. Revenue Legislation *

Funding is provided for implementation of the costs associated with proposals to raise revenue. (General Fund-State)

6. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Timber Tax Distribution Account-State; Business License Account-State; other accounts)

7. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Timber Tax Distribution Account-State; Business License Account-State; other accounts)

**Department of Revenue
Recommendation Summary**

8. WPEA General Government

Funding is provided for a collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; Timber Tax Distribution Account-State; Business License Account-State; other accounts)

9. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; Timber Tax Distribution Account-State; Business License Account-State; other accounts)

10. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; Unclaimed Personal Property Account-Non-Appr)

11. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State; Unclaimed Personal Property Account-Non-Appr)

12. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State)

13. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-State)

14. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; Timber Tax Distribution Account-State; Business License Account-State; other accounts)

Agency 140

Department of Revenue Recommendation Summary

15. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Timber Tax Distribution Account-State; Business License Account-State; other accounts)

16. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; Timber Tax Distribution Account-State; Business License Account-State; other accounts)

GOVERNMENTAL OPERATIONS

Agency 142

**Board of Tax Appeals
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	11.2	2,624	0	2,624
2017-19 Maintenance Level	11.2	2,696	0	2,696
Difference from 2015-17	0.0	72	0	72
% Change from 2015-17	0.0%	2.7%		2.7%
Policy Other Changes:				
1. WaTech Support Services	0.0	148	0	148
Policy -- Other Total	0.0	148	0	148
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	30	0	30
3. Non-Rep General Wage Increase	0.0	72	0	72
Policy -- Comp Total	0.0	102	0	102
Policy Central Services Changes:				
4. CTS Central Services	0.0	12	0	12
5. DES Central Services	0.0	4	0	4
Policy -- Central Svcs Total	0.0	16	0	16
Total Policy Changes	0.0	266	0	266
2017-19 Policy Level	11.2	2,962	0	2,962
Difference from 2015-17	0.0	338	0	338
% Change from 2015-17	0.0%	12.9%		12.9%

Agency 142

Board of Tax Appeals Recommendation Summary

POLICY CHANGES

1. WaTech Support Services

Funding provided will allow the agency to obtain WaTech desktop and other information technology support services, and to pay for the ongoing costs of moving two virtual servers to the State Data Center (SDC). Obtaining funding for desktop services and transferring servers to the SDC will assist the agency in reducing risk associated with aging technology and in mitigating its heavy reliance on a single agency administrative staff to troubleshoot and maintain that technology. Additionally, funding for this package will allow the agency to receive the same IT services from WaTech currently provided to other small agencies. (General Fund-State)

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

3. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State)

4. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

5. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

GOVERNMENTAL OPERATIONS

Agency 147

Office of Minority & Women's Business Enterprises Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	22.5	0	4,889	4,889
2017-19 Maintenance Level	24.0	0	4,748	4,748
Difference from 2015-17	1.5	0	-141	-141
% Change from 2015-17	6.7%		-2.9%	-2.9%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	0	16	16
2. WFSE General Government	0.0	0	75	75
3. State Represented Emp Benefits Rate	0.0	0	40	40
4. Non-Rep General Wage Increase	0.0	0	43	43
Policy -- Comp Total	0.0	0	174	174
Policy Central Services Changes:				
5. Legal Services	0.0	0	6	6
6. DES Central Services	0.0	0	10	10
Policy -- Central Svcs Total	0.0	0	16	16
Total Policy Changes	0.0	0	190	190
2017-19 Policy Level	24.0	0	4,938	4,938
Difference from 2015-17	1.5	0	49	49
% Change from 2015-17	6.7%		1.0%	1.0%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (OMWBE Enterprises Account-State)

Agency 147

Office of Minority & Women's Business Enterprises Recommendation Summary

2. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (OMWBE Enterprises Account-State)

3. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (OMWBE Enterprises Account-State)

4. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (OMWBE Enterprises Account-State)

5. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (OMWBE Enterprises Account-State)

6. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (OMWBE Enterprises Account-State)

GOVERNMENTAL OPERATIONS

Agency 160

Office of Insurance Commissioner Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	241.7	527	60,343	60,870
2017-19 Maintenance Level	244.7	527	62,233	62,760
Difference from 2015-17	3.1	0	1,890	1,890
% Change from 2015-17	1.3%	0.0%	3.1%	3.1%
Policy Other Changes:				
1. K-12 Employee Insurance Report	0.0	-527	0	-527
Policy -- Other Total	0.0	-527	0	-527
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	0	209	209
3. WFSE General Government	0.0	0	955	955
4. State Represented Emp Benefits Rate	0.0	0	455	455
5. Non-Rep General Wage Increase	0.0	0	594	594
6. WFSE Orca Transit Pass	0.0	0	26	26
7. Orca Transit Pass-Not WFSE	0.0	0	6	6
Policy -- Comp Total	0.0	0	2,245	2,245
Policy Central Services Changes:				
8. Archives/Records Management	0.0	0	2	2
9. Audit Services	0.0	0	1	1
10. Legal Services	0.0	0	14	14
11. Administrative Hearings	0.0	0	1	1
12. CTS Central Services	0.0	0	59	59
13. DES Central Services	0.0	0	38	38
Policy -- Central Svcs Total	0.0	0	115	115
Total Policy Changes	0.0	-527	2,360	1,833
2017-19 Policy Level	244.7	0	64,593	64,593
Difference from 2015-17	3.1	-527	4,250	3,723
% Change from 2015-17	1.3%	-100.0%	7.0%	6.1%

Agency 160

Office of Insurance Commissioner Recommendation Summary

POLICY CHANGES

1. K-12 Employee Insurance Report

Funding is removed for the K-12 School District Health Benefits Information and Data Collection Project and related annual report. (General Fund-State)

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Insurance Commissioner's Regulatory Account-State)

3. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-Federal; Insurance Commissioner's Regulatory Account-State)

4. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-Federal; Insurance Commissioner's Regulatory Account-State)

5. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Insurance Commissioner's Regulatory Account-State)

**Office of Insurance Commissioner
Recommendation Summary**

6. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (Insurance Commissioner's Regulatory Account-State)

7. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Insurance Commissioner's Regulatory Account-State)

8. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (Insurance Commissioner's Regulatory Account-State)

9. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (Insurance Commissioner's Regulatory Account-State)

10. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Insurance Commissioner's Regulatory Account-State)

11. Administrative Hearings

Agency budgets are adjusted to reflect each agency's anticipated share of charges for administrative hearings. (Insurance Commissioner's Regulatory Account-State)

12. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Insurance Commissioner's Regulatory Account-State)

13. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Insurance Commissioner's Regulatory Account-State)

Agency 163

**Consolidated Technology Services
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	576.4	1,428	337,913	339,341
2017-19 Maintenance Level	578.9	0	317,866	317,866
Difference from 2015-17	2.5	-1,428	-20,047	-21,475
% Change from 2015-17	0.4%	-100.0%	-5.9%	-6.3%
Policy Other Changes:				
1. IT Master Contract Expertise	2.0	0	550	550
2. Enterprise Security	0.0	0	3,850	3,850
3. Infrastructure for Cloud Services	8.4	0	5,715	5,715
4. SDC Customer Migration	2.0	0	536	536
5. Office of Cyber Security	0.0	0	0	0
6. Cyber Security Red Team	2.0	0	631	631
7. JINDEX	0.0	150	0	150
8. Reduce Expenditures	0.0	0	-7,644	-7,644
Policy -- Other Total	14.4	150	3,638	3,788
Policy Comp Changes:				
9. State Public Employee Benefits Rate	0.0	0	1,134	1,134
10. WFSE General Government	0.0	0	1,093	1,093
11. State Represented Emp Benefits Rate	0.0	0	452	452
12. Non-Rep General Wage Increase	0.0	0	3,073	3,073
Policy -- Comp Total	0.0	0	5,752	5,752
Policy Transfer Changes:				
13. Transfer DES Application Support	-26.0	0	-7,834	-7,834
14. CTS Enterprise Systems Fund Shift	0.0	0	0	0
Policy -- Transfer Total	-26.0	0	-7,834	-7,834
Policy Central Services Changes:				
15. Archives/Records Management	0.0	0	2	2
16. Audit Services	0.0	0	2	2
17. Legal Services	0.0	0	1	1

GOVERNMENTAL OPERATIONS

Agency 163

Consolidated Technology Services Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
18. CTS Central Services	0.0	0	21	21
19. DES Central Services	0.0	0	67	67
Policy -- Central Svcs Total	0.0	0	93	93
Total Policy Changes	-11.6	150	1,649	1,799
2017-19 Policy Level	567.3	150	319,515	319,665
Difference from 2015-17	-9.1	-1,278	-18,398	-19,676
% Change from 2015-17	-1.6%	-89.5%	-5.4%	-5.8%

POLICY CHANGES

1. IT Master Contract Expertise

The Office of the Chief Information Officer will provide technology expertise to the Department of Enterprise Services (DES) to help establish information technology (IT) master contracts that keep up with changing technology and reflect current technology and security policy. (Consolidated Technology Services Revolving Account-State)

2. Enterprise Security

Increased funding is provided to support the enterprise security infrastructure and Office of Cyber Security. This expenditure authority supports maintenance and operations of cyber security-monitoring hardware and software, firewalls, and the salaries and benefits for staff who support the Office of Cyber Security and provide security for the state network. (Consolidated Technology Services Revolving Account-Non-Appr)

3. Infrastructure for Cloud Services

As state agencies transition to cloud services, data traffic through and in/out of the state network will change. The Consolidated Technology Services Agency (WaTech) will invest in the core technologies necessary to ensure the state network is ready for increased usage of cloud services. These investments include identity management (to ensure users are able to access the right services and data and to ensure access is terminated when no longer necessary), network capacity (to establish a connection with sufficient bandwidth to a cloud aggregation vendor that will provide direct access to cloud service providers), and information security (to mitigate the risk of storing state data outside the state network). (Consolidated Technology Services Revolving Account-Non-Appr)

Agency 163

Consolidated Technology Services Recommendation Summary

4. SDC Customer Migration

WaTech will help state agencies migrate into the State Data Center (SDC) and/or the Quincy Data Center consistent with the State Data Center consolidation plan. This item will support compliance with RCW 43.105.375 and the Office of the Chief Information Officer Policy 184. (Consolidated Technology Services Revolving Account-Non-Appr)

5. Office of Cyber Security

Expenditure authority for the Office of Cyber Security is transferred from the Consolidated Technology Services Revolving Account-Nonappropriated to the Consolidated Technology Services Revolving Account-State to improve transparency and accountability. (Consolidated Technology Services Revolving Account-State; Consolidated Technology Services Revolving Account-Non-Appr)

6. Cyber Security Red Team

The Office of Cyber Security will establish a "Red Team" to proactively test the security of the state's networks, computer systems, and online applications and services to help identify and mitigate cyber security vulnerabilities before they can be exploited. (Consolidated Technology Services Revolving Account-State)

7. JINDEX

Funding is provided to support the Justice Information Data Exchange (JINDEX), which benefits law enforcement and judicial agencies throughout state and local government. (General Fund-State)

8. Reduce Expenditures

Excess expenditure authority is removed. (Consolidated Technology Services Revolving Account-Non-Appr)

9. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Consolidated Technology Services Revolving Account-State; Consolidated Technology Services Revolving Account-Non-Appr; Shared Information Technology Systems Revolv Account-Non-Appr; other accounts)

10. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Consolidated Technology Services Revolving Account-Non-Appr)

Consolidated Technology Services Recommendation Summary

11. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Consolidated Technology Services Revolving Account-Non-Appr)

12. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Consolidated Technology Services Revolving Account-State; Consolidated Technology Services Revolving Account-Non-Appr; Shared Information Technology Systems Revolv Account-Non-Appr; other accounts)

13. Transfer DES Application Support

Technology support for applications that support services provided by the Department of Enterprise Services (DES) are transferred from WaTech to DES. (Consolidated Technology Services Revolving Account-Non-Appr; Statewide IT Systems Maint & Ops Revolving Account-Non-Appr)

14. CTS Enterprise Systems Fund Shift

Expenditure authority for support for WaTech's enterprise systems is transferred from the Statewide Information Technology Systems Maintenance and Operations Revolving Account-Nonappropriated to the Consolidated Technology Services Revolving Account-Nonappropriated. (Consolidated Technology Services Revolving Account-Non-Appr; Shared Information Technology Systems Revolv Account-Non-Appr; Statewide IT Systems Maint & Ops Revolving Account-Non-Appr)

15. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (Consolidated Technology Services Revolving Account-Non-Appr)

16. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (Consolidated Technology Services Revolving Account-Non-Appr)

Agency 163

Consolidated Technology Services Recommendation Summary

17. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Consolidated Technology Services Revolving Account-Non-Appr)

18. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Consolidated Technology Services Revolving Account-State; Consolidated Technology Services Revolving Account-Non-Appr; Statewide IT Systems Maint & Ops Revolving Account-Non-Appr)

19. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Consolidated Technology Services Revolving Account-State; Consolidated Technology Services Revolving Account-Non-Appr; Statewide IT Systems Maint & Ops Revolving Account-Non-Appr)

GOVERNMENTAL OPERATIONS

Agency 165

State Board of Accountancy Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	11.3	0	6,117	6,117
2017-19 Maintenance Level	11.3	0	2,818	2,818
Difference from 2015-17	0.0	0	-3,299	-3,299
% Change from 2015-17	0.0%		-53.9%	-53.9%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	0	27	27
2. Non-Rep General Wage Increase	0.0	0	60	60
Policy -- Comp Total	0.0	0	87	87
Policy Central Services Changes:				
3. Legal Services	0.0	0	2	2
4. CTS Central Services	0.0	0	8	8
5. DES Central Services	0.0	0	5	5
6. Human Resource Services	0.0	0	20	20
Policy -- Central Svcs Total	0.0	0	35	35
Total Policy Changes	0.0	0	122	122
2017-19 Policy Level	11.3	0	2,940	2,940
Difference from 2015-17	0.0	0	-3,177	-3,177
% Change from 2015-17	0.0%		-51.9%	-51.9%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Certified Public Accountants' Account-State)

Agency 165

State Board of Accountancy Recommendation Summary

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Certified Public Accountants' Account-State)

3. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Certified Public Accountants' Account-State)

4. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Certified Public Accountants' Account-State)

5. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Certified Public Accountants' Account-State)

6. Human Resource Services

The agency will purchase essential human resource services from the Department of Enterprise Services, including consultation and support for labor relations, performance management, classification, workforce management and recruitment. (Certified Public Accountants' Account-State)

GOVERNMENTAL OPERATIONS

Agency 167

**Forensic Investigations Council
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	0	502	502
2017-19 Maintenance Level	0.0	0	502	502
Difference from 2015-17	0.0	0	0	0
% Change from 2015-17			0.0%	0.0%
Policy Central Services Changes:				
1. DES Central Services	0.0	0	1	1
Policy -- Central Svcs Total	0.0	0	1	1
Total Policy Changes	0.0	0	1	1
2017-19 Policy Level	0.0	0	503	503
Difference from 2015-17	0.0	0	1	1
% Change from 2015-17			0.2%	0.2%

POLICY CHANGES

1. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Death Investigations Account-State)

Agency 179

**Department of Enterprise Services
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	772.8	6,235	320,347	326,582
2017-19 Maintenance Level	772.8	1,425	323,949	325,374
Difference from 2015-17	0.0	-4,810	3,602	-1,208
% Change from 2015-17	0.0%	-77.1%	1.1%	-0.4%
Policy Other Changes:				
1. Risk Management System	3.8	0	1,758	1,758
2. East Plaza Repair Debt	0.0	0	451	451
Policy -- Other Total	3.8	0	2,209	2,209
Policy Comp Changes:				
3. State Public Employee Benefits Rate	0.0	0	905	905
4. WFSE General Government	0.0	0	1,617	1,617
5. State Represented Emp Benefits Rate	0.0	0	1,066	1,066
6. Teamsters Master Agreement	0.0	0	127	127
7. The Coalition of Unions Agreement	0.0	0	13	13
8. Non-Rep General Wage Increase	0.0	0	2,026	2,026
9. Orca Transit Pass-Not WFSE	0.0	0	2	2
Policy -- Comp Total	0.0	0	5,756	5,756
Policy Transfer Changes:				
10. Transfer DES application support	29.0	0	7,822	7,822
Policy -- Transfer Total	29.0	0	7,822	7,822
Policy Central Services Changes:				
11. Archives/Records Management	0.0	0	3	3
12. Audit Services	0.0	0	1	1
13. Legal Services	0.0	0	19	19
14. CTS Central Services	0.0	0	182	182
15. DES Central Services	0.0	0	124	124
Policy -- Central Svcs Total	0.0	0	329	329
Total Policy Changes	32.8	0	16,116	16,116
2017-19 Policy Level	805.6	1,425	340,065	341,490
Difference from 2015-17	32.8	-4,810	19,718	14,908
% Change from 2015-17	4.2%	-77.1%	6.2%	4.6%

**Department of Enterprise Services
Recommendation Summary**

POLICY CHANGES

1. Risk Management System

The Department will replace the Office of Risk Management's antiquated Risk Management Information System, used for tracking and managing tort claims filed against the state, with a modern system that incorporates enterprise risk management tools. The current system is obsolete and is no longer updated, maintained or supported by the vendor. (Risk Management Administration Account-Non-Appr)

2. East Plaza Repair Debt

Expenditure authority is provided for the department to pay debt service for the East Plaza water infiltration project and elevator repair project funded in the 2017-19 capital budget. (State Vehicle Parking Account-Non-Appr)

3. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Building Code Council Account-State; Enterprise Services Account-Non-Appr; Risk Management Administration Account-Non-Appr)

4. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Enterprise Services Account-Non-Appr)

5. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Enterprise Services Account-Non-Appr)

Agency 179

Department of Enterprise Services Recommendation Summary

6. Teamsters Master Agreement

Funding is provided for a collective bargaining agreement and arbitration award with Teamsters Local Union 117. For employees in the Department of Enterprise Services, this includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; and changes to vacation leave accruals. For Department of Corrections employees, it includes general wage increases of 4.5 percent, 3 percent, and 3 percent, along with targeted increases and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Enterprise Services Account-Non-Appr)

7. The Coalition of Unions Agreement

Funding is provided for a collective bargaining agreement with the Coalition of Unions (Coalition) which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Enterprise Services Account-Non-Appr)

8. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Building Code Council Account-State; Enterprise Services Account-Non-Appr; Risk Management Administration Account-Non-Appr)

9. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Enterprise Services Account-Non-Appr)

10. Transfer DES application support

Support for the Department's various information technology applications is transferred from the Consolidated Technology Services Agency (WaTech) to the Department of Enterprise Services (DES). (Enterprise Services Account-Non-Appr)

11. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (Enterprise Services Account-Non-Appr)

**Department of Enterprise Services
Recommendation Summary**

12. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (Enterprise Services Account-Non-Appr)

13. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Enterprise Services Account-Non-Appr; Risk Management Administration Account-Non-Appr)

14. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Enterprise Services Account-Non-Appr; Risk Management Administration Account-Non-Appr)

15. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Enterprise Services Account-Non-Appr; Risk Management Administration Account-Non-Appr)

Agency 185

Washington Horse Racing Commission Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	28.5	0	5,837	5,837
2017-19 Maintenance Level	28.5	0	5,900	5,900
Difference from 2015-17	0.0	0	63	63
% Change from 2015-17	0.0%		1.1%	1.1%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	0	13	13
2. WFSE General Government	0.0	0	38	38
3. State Represented Emp Benefits Rate	0.0	0	13	13
4. Non-Rep General Wage Increase	0.0	0	35	35
5. WFSE Orca Transit Pass	0.0	0	20	20
6. Orca Transit Pass-Not WFSE	0.0	0	12	12
Policy -- Comp Total	0.0	0	131	131
Policy Central Services Changes:				
7. Legal Services	0.0	0	1	1
8. CTS Central Services	0.0	0	-2	-2
9. DES Central Services	0.0	0	8	8
Policy -- Central Svcs Total	0.0	0	7	7
Total Policy Changes	0.0	0	138	138
2017-19 Policy Level	28.5	0	6,038	6,038
Difference from 2015-17	0.0	0	201	201
% Change from 2015-17	0.0%		3.4%	3.4%

**Washington Horse Racing Commission
Recommendation Summary**

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Horse Racing Commission Operating Account-Non-Appr)

2. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Horse Racing Commission Operating Account-Non-Appr)

3. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Horse Racing Commission Operating Account-Non-Appr)

4. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Horse Racing Commission Operating Account-Non-Appr)

5. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (Horse Racing Commission Operating Account-Non-Appr)

6. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Horse Racing Commission Operating Account-Non-Appr)

Agency 185

Washington Horse Racing Commission Recommendation Summary

7. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Horse Racing Commission Operating Account-Non-Appr)

8. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Horse Racing Commission Operating Account-Non-Appr)

9. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Horse Racing Commission Operating Account-Non-Appr)

GOVERNMENTAL OPERATIONS

Agency 195

Washington State Liquor and Cannabis Board Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	345.3	260	86,775	87,035
2017-19 Maintenance Level	358.1	717	88,315	89,032
Difference from 2015-17	12.8	457	1,540	1,997
% Change from 2015-17	3.7%	175.8%	1.8%	2.3%
Policy Other Changes:				
1. Cannabis Regulatory Support	0.0	0	1,850	1,850
2. Traceability System Replacement	3.0	0	2,305	2,305
3. State Data Center Co-Location	0.0	0	392	392
Policy -- Other Total	3.0	0	4,547	4,547
Policy Comp Changes:				
4. State Public Employee Benefits Rate	0.0	5	288	293
5. WFSE General Government	0.0	26	565	591
6. State Represented Emp Benefits Rate	0.0	19	641	660
7. WPEA General Government	0.0	3	509	512
8. The Coalition of Unions Agreement	0.0	6	140	146
9. Non-Rep General Wage Increase	0.0	3	614	617
10. WFSE Orca Transit Pass	0.0	0	12	12
11. Orca Transit Pass-Not WFSE	0.0	0	8	8
Policy -- Comp Total	0.0	62	2,777	2,839
Policy Central Services Changes:				
12. Archives/Records Management	0.0	0	4	4
13. Audit Services	0.0	0	1	1
14. Legal Services	0.0	0	56	56
15. Administrative Hearings	0.0	0	7	7
16. CTS Central Services	0.0	0	15	15
17. DES Central Services	0.0	0	47	47
Policy -- Central Svcs Total	0.0	0	130	130
Total Policy Changes	3.0	62	7,454	7,516
2017-19 Policy Level	361.1	779	95,769	96,548
Difference from 2015-17	15.8	519	8,994	9,513
% Change from 2015-17	4.6%	199.6%	10.4%	10.9%

Agency 195

Washington State Liquor and Cannabis Board Recommendation Summary

POLICY CHANGES

1. Cannabis Regulatory Support

To ensure the safe production and accurate labeling of marijuana products sold in recreational and medical retail stores, the state must conduct accurate pesticide and potency testing. Through an interagency agreement, the Department of Agriculture (AGR) performs limited pesticide and potency testing. Funding for the current agreement is limited, resulting in fewer samples tested and slower turnaround time on test results. Additionally, there is limited capacity to investigate violations of the pesticide compliance and registration program, increasing the risk to human health. Additional ongoing expenditure authority is granted to fund a robust testing program, increase support for pesticide compliance investigations, and enhance coordination of cannabis-related activities at AGR. (Dedicated Marijuana Account-State)

2. Traceability System Replacement

The marijuana traceability system is used to track the production, processing and retail sale of each marijuana product as it moves through the regulated recreational and medical marketplace. Since the system was built, the recreational market has matured and the medical market has been integrated into the recreational market. The regulatory and legal framework necessary to ensure public safety and compliance has grown more complex. These developments have rendered the current traceability system nearly obsolete. To ensure public safety, strict legal compliance and future adaptability, the agency is given expenditure authority to use funds collected from a marijuana licensing fee increase to contract for the development and licensing of a new traceability system. (Dedicated Marijuana Account-State)

3. State Data Center Co-Location

To bring the agency into compliance with RCW 43.105.375 and maximize the use of the state data center, ongoing expenditure authority is granted to co-locate the agency's servers at the state data center. (Dedicated Marijuana Account-State; Liquor Revolving Account-State)

4. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Dedicated Marijuana Account-State; other accounts)

Washington State Liquor and Cannabis Board Recommendation Summary

5. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; Dedicated Marijuana Account-State; Liquor Revolving Account-State)

6. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Dedicated Marijuana Account-State; other accounts)

7. WPEA General Government

Funding is provided for a collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; Dedicated Marijuana Account-State; other accounts)

8. The Coalition of Unions Agreement

Funding is provided for a collective bargaining agreement with the Coalition of Unions (Coalition) which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; Dedicated Marijuana Account-State; Liquor Revolving Account-State)

9. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; Dedicated Marijuana Account-State; other accounts)

Agency 195

Washington State Liquor and Cannabis Board Recommendation Summary

10. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (Dedicated Marijuana Account-State; Liquor Revolving Account-State)

11. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-Federal; Liquor Revolving Account-State)

12. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (Dedicated Marijuana Account-State; Liquor Revolving Account-State)

13. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (Liquor Revolving Account-State)

14. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Dedicated Marijuana Account-State; Liquor Revolving Account-State)

15. Administrative Hearings

Agency budgets are adjusted to reflect each agency's anticipated share of charges for administrative hearings. (Dedicated Marijuana Account-State; Liquor Revolving Account-State)

16. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Dedicated Marijuana Account-State; Liquor Revolving Account-State)

17. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Dedicated Marijuana Account-State; Liquor Revolving Account-State)

GOVERNMENTAL OPERATIONS

Agency 215

Utilities and Transportation Commission Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	176.4	176	70,827	71,003
2017-19 Maintenance Level	175.7	0	70,307	70,307
Difference from 2015-17	-0.7	-176	-520	-696
% Change from 2015-17	-0.4%	-100.0%	-0.7%	-1.0%
Policy Other Changes:				
1. Office Relocation	0.0	0	2,093	2,093
2. Grade Crossing Improvements	0.0	0	680	680
Policy -- Other Total	0.0	0	2,773	2,773
Policy Comp Changes:				
3. State Public Employee Benefits Rate	0.0	0	163	163
4. WFSE General Government	0.0	0	700	700
5. State Represented Emp Benefits Rate	0.0	0	299	299
6. Non-Rep General Wage Increase	0.0	0	475	475
Policy -- Comp Total	0.0	0	1,637	1,637
Policy Central Services Changes:				
7. Archives/Records Management	0.0	0	2	2
8. Legal Services	0.0	0	53	53
9. CTS Central Services	0.0	0	16	16
10. DES Central Services	0.0	0	20	20
Policy -- Central Svcs Total	0.0	0	91	91
Total Policy Changes	0.0	0	4,501	4,501
2017-19 Policy Level	175.7	0	74,808	74,808
Difference from 2015-17	-0.7	-176	3,981	3,805
% Change from 2015-17	-0.4%	-100.0%	5.6%	5.4%

Agency 215

Utilities and Transportation Commission Recommendation Summary

POLICY CHANGES

1. Office Relocation

Additional expenditure authority is provided for the Utilities and Transportation Commission to relocate its office to a modern facility with open work space capabilities, increased energy efficiencies and better access for the public and regulated companies. (Public Service Revolving Account-State)

2. Grade Crossing Improvements

Funding is provided to correct at-risk public railroad-highway grade crossings to improve public safety. (Grade Crossing Protective Account-State)

3. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-Local; Public Service Revolving Account-State; Pipeline Safety Account-State; other accounts)

4. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-Local; Public Service Revolving Account-State; Pipeline Safety Account-State; other accounts)

5. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-Local; Public Service Revolving Account-State; Pipeline Safety Account-State; other accounts)

Utilities and Transportation Commission Recommendation Summary

6. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-Local; Public Service Revolving Account-State; Pipeline Safety Account-State; other accounts)

7. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (Public Service Revolving Account-State)

8. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-Local; Public Service Revolving Account-State; Pipeline Safety Account-State)

9. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-Local; Public Service Revolving Account-State; Pipeline Safety Account-State)

10. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-Local; Public Service Revolving Account-State; Pipeline Safety Account-State)

Agency 220

**Board for Volunteer Firefighters
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	4.0	0	1,011	1,011
2017-19 Maintenance Level	4.0	0	937	937
Difference from 2015-17	0.0	0	-74	-74
% Change from 2015-17	0.0%		-7.3%	-7.3%
Policy Other Changes:				
1. Pension and Benefit Tracking System	0.0	0	256	256
Policy -- Other Total	0.0	0	256	256
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	0	8	8
3. Non-Rep General Wage Increase	0.0	0	19	19
Policy -- Comp Total	0.0	0	27	27
Policy Central Services Changes:				
4. Legal Services	0.0	0	1	1
5. DES Central Services	0.0	0	1	1
Policy -- Central Svcs Total	0.0	0	2	2
Total Policy Changes	0.0	0	285	285
2017-19 Policy Level	4.0	0	1,222	1,222
Difference from 2015-17	0.0	0	211	211
% Change from 2015-17	0.0%		20.9%	20.9%

Board for Volunteer Firefighters Recommendation Summary

POLICY CHANGES

1. Pension and Benefit Tracking System

Funding is provided for the Board for Volunteer Firefighters and Reserve Officers (BVFF) to plan a replacement for its obsolete database system. Replacing the system will eliminate redundant data entry, increase productivity, better secure confidential information, allow constituent access to information, and meet the data center requirements in RCW 43.105.369. The development will be done in two phases. In the first phase, BVFF, in consultation with One Washington in the Office of Financial Management and the Office of the Chief Information Officer, will engage a contractor to perform an analysis of the current system and data, help define the needs and scope of the project, and assess off-the-shelf software products. BVFF will request funding for the second phase of development when better cost estimates are available after the initial assessment. (Vol Firefighters' & Reserve Officers' Admin Account-State)

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Vol Firefighters' & Reserve Officers' Admin Account-State)

3. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Vol Firefighters' & Reserve Officers' Admin Account-State)

4. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Vol Firefighters' & Reserve Officers' Admin Account-State)

5. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Vol Firefighters' & Reserve Officers' Admin Account-State)

Agency 245

**Military Department
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	325.4	7,040	346,177	353,217
2017-19 Maintenance Level	326.9	14,842	216,034	230,876
Difference from 2015-17	1.5	7,802	-130,143	-122,341
% Change from 2015-17	0.5%	110.8%	-37.6%	-34.6%
Policy Other Changes:				
1. Fund Shift	0.0	0	0	0
2. Resilience Program Capability	1.0	197	0	197
3. Access & Functional Need Capability	1.0	234	0	234
Policy -- Other Total	2.0	431	0	431
Policy Comp Changes:				
4. State Public Employee Benefits Rate	0.0	142	120	262
5. WFSE General Government	0.0	156	669	825
6. State Represented Emp Benefits Rate	0.0	141	522	663
7. WPEA General Government	0.0	97	322	419
8. Non-Rep General Wage Increase	0.0	326	240	566
9. Non-Rep Targeted Pay Increases	0.0	10	32	42
10. Vacation Leave Chng-Non-represented	0.0	0	2	2
Policy -- Comp Total	0.0	872	1,907	2,779
Policy Central Services Changes:				
11. Archives/Records Management	0.0	1	0	1
12. Audit Services	0.0	1	0	1
13. Legal Services	0.0	9	0	9
14. CTS Central Services	0.0	27	0	27
15. DES Central Services	0.0	36	0	36
Policy -- Central Svcs Total	0.0	74	0	74
Total Policy Changes	2.0	1,377	1,907	3,284
2017-19 Policy Level	328.9	16,219	217,941	234,160
Difference from 2015-17	3.5	9,179	-128,236	-119,057
% Change from 2015-17	1.1%	130.4%	-37.0%	-33.7%

**Military Department
Recommendation Summary**

POLICY CHANGES

1. Fund Shift

Expenditure authority is shifted from the Worker and Community Right to Know Account - State to the Disaster Response Account - State to reflect available fund balance. (Disaster Response Account-State; Worker & Community Right-to-Know Account-State)

2. Resilience Program Capability

The Military Department will continue developing Washington's plans to recover from a catastrophic disaster. This funding supports a resilience coordinator to help implement recommendations of the 2012 Resilient Washington report and lessons learned from the 2016 Cascadia Rising exercise. Approximately 80 percent of the state's 7 million residents live in western Washington and will be directly impacted by any large-scale earthquake/tsunami event. Work also will be done with other state agencies, local governments and partners to develop and improve plans to recover from more frequent disasters such as floods, winter storms and mudslides. (General Fund-State)

3. Access & Functional Need Capability

The Emergency Management Division will continue its access and functional needs coordinator position. This coordinator works with state agencies, political subdivisions, school districts and non-profit organizations to get vital emergency information to populations that are otherwise difficult to reach. This could include ensuring evacuation orders are provided in appropriate languages for populations with limited English proficiency and developing evacuation and response plans that account for residents with disabilities or who need special assistance. (General Fund-State)

4. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Enhanced 911 Account-State; other accounts)

Agency 245

Military Department Recommendation Summary

5. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; Enhanced 911 Account-State; other accounts)

6. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Enhanced 911 Account-State; other accounts)

7. WPEA General Government

Funding is provided for a collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal)

8. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; Enhanced 911 Account-State; other accounts)

9. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; General Fund-Federal)

10. Vacation Leave Chng-Non-represented

This item funds the cost of additional overtime or other replacement staff for positions in 24/7 institutions as a result of changes in vacation leave accruals for non-higher education employees who are non-represented. (General Fund-Federal)

Agency 245

**Military Department
Recommendation Summary**

11. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State)

12. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-State)

13. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State)

14. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

15. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 275

Public Employment Relations Commission Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	41.3	3,893	4,838	8,731
2017-19 Maintenance Level	41.3	3,956	4,909	8,865
Difference from 2015-17	0.0	63	71	134
% Change from 2015-17	0.0%	1.6%	1.5%	1.5%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	38	47	85
2. Non-Rep General Wage Increase	0.0	103	126	229
3. Non-Rep Targeted Pay Increases	0.0	225	280	505
4. Orca Transit Pass-Not WFSE	0.0	4	6	10
Policy -- Comp Total	0.0	370	459	829
Policy Central Services Changes:				
5. Legal Services	0.0	1	0	1
6. CTS Central Services	0.0	18	18	36
7. DES Central Services	0.0	6	6	12
Policy -- Central Svcs Total	0.0	25	24	49
Total Policy Changes	0.0	395	483	878
2017-19 Policy Level	41.3	4,351	5,392	9,743
Difference from 2015-17	0.0	458	554	1,012
% Change from 2015-17	0.0%	11.8%	11.5%	11.6%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Personnel Service Account-State; Higher Education Personnel Services Account-State)

Public Employment Relations Commission Recommendation Summary

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; Personnel Service Account-State; Higher Education Personnel Services Account-State)

3. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; Personnel Service Account-State; Higher Education Personnel Services Account-State)

4. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State; Personnel Service Account-State; Higher Education Personnel Services Account-State)

5. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State)

6. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Personnel Service Account-State; Higher Education Personnel Services Account-State)

7. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; Personnel Service Account-State; Higher Education Personnel Services Account-State)

Agency 341

**LEOFF 2 Retirement Board
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	7.0	0	2,366	2,366
2017-19 Maintenance Level	7.0	0	2,414	2,414
Difference from 2015-17	0.0	0	48	48
% Change from 2015-17	0.0%		2.0%	2.0%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	0	19	19
2. Non-Rep General Wage Increase	0.0	0	53	53
Policy -- Comp Total	0.0	0	72	72
Policy Central Services Changes:				
3. Legal Services	0.0	0	1	1
4. DES Central Services	0.0	0	3	3
Policy -- Central Svcs Total	0.0	0	4	4
Total Policy Changes	0.0	0	76	76
2017-19 Policy Level	7.0	0	2,490	2,490
Difference from 2015-17	0.0	0	124	124
% Change from 2015-17	0.0%		5.2%	5.2%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (LEOFF Plan 2 Expense Fund-Non-Appr)

**LEOFF 2 Retirement Board
Recommendation Summary**

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (LEOFF Plan 2 Expense Fund-Non-Appr)

3. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (LEOFF Plan 2 Expense Fund-Non-Appr)

4. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (LEOFF Plan 2 Expense Fund-Non-Appr)

Agency 355

**Department of Archaeology & Historic Preservation
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	19.8	2,764	3,047	5,811
2017-19 Maintenance Level	18.8	2,955	2,793	5,748
Difference from 2015-17	-1.0	191	-254	-63
% Change from 2015-17	-5.1%	6.9%	-8.3%	-1.1%
Policy Other Changes:				
1. Assistant State Anthropologist	1.0	206	0	206
Policy -- Other Total	1.0	206	0	206
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	28	19	47
3. Non-Rep General Wage Increase	0.0	55	43	98
Policy -- Comp Total	0.0	83	62	145
Policy Central Services Changes:				
4. Legal Services	0.0	2	0	2
5. CTS Central Services	0.0	15	0	15
6. DES Central Services	0.0	8	0	8
Policy -- Central Svcs Total	0.0	25	0	25
Total Policy Changes	1.0	314	62	376
2017-19 Policy Level	19.8	3,269	2,855	6,124
Difference from 2015-17	0.0	505	-192	313
% Change from 2015-17	0.0%	18.3%	-6.3%	5.4%

GOVERNMENTAL OPERATIONS

Agency 355

Department of Archaeology & Historic Preservation Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
POLICY CHANGES				
1. Assistant State Anthropologist				
<p>The State Assistant Physical Anthropologist (APA) position is one of two staff supporting the Human Skeletal Remains program, assisting property owners with identification and removal of non-forensic skeletal human remains and ensuring repatriation to affected tribes when necessary. The position had previously been eliminated due to budget reductions, and was restored through the Skeletal Human Remains Assistance account (SHRAA) during the 2015-17 biennium when it was discovered that the workload was far greater than the program's single anthropologist could manage. Current workload continues to exceed the State Physical Anthropologist's ability to investigate each case and meet statutory timelines. Due to the recent depletion of the SHRAA, funding is provided to continue the APA position into the 2017-19 biennium. (General Fund-State)</p>				
2. State Public Employee Benefits Rate				
<p>Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Motor Vehicle Account-State)</p>				
3. Non-Rep General Wage Increase				
<p>Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; Motor Vehicle Account-State)</p>				
4. Legal Services				
<p>Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State)</p>				
5. CTS Central Services				
<p>Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)</p>				
6. DES Central Services				
<p>Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)</p>				

Agency 300

Department of Social and Health Services Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	17,883.8	6,405,389	7,780,261	14,185,650
2017-19 Maintenance Level	18,273.5	7,111,296	8,225,206	15,336,502
Difference from 2015-17	389.7	705,907	444,945	1,150,852
% Change from 2015-17	2.2%	11.0%	5.7%	8.1%
Policy Other Changes:				
1. Lease Adjustments > 20,000 sq ft.	0.0	3,309	988	4,297
2. Strengthening Staff to Support Kids	51.6	6,777	138	6,915
3. Prevent Opioid Overdose Death Grant	0.0	0	2,250	2,250
4. Tribal Fee-for-Service Staffing	3.0	445	295	740
5. High School Transition Students	0.0	3,743	3,741	7,484
6. Supported Living Investigators	6.9	-2,420	11,494	9,074
7. Residential Rate Increase	0.0	22,634	22,634	45,268
8. Medicaid Transformation Waiver	33.7	0	78,485	78,485
9. Child Support Electronic Payments	0.5	-30	-59	-89
10. Notification Changes	0.0	-274	-220	-494
11. Meeting Federal TANF Work Rate	0.5	9,488	0	9,488
12. BH: Crisis Walk-in Centers	0.0	2,286	1,341	3,627
13. BH: Housing and Stepdown Services	0.0	2,762	0	2,762
14. BH: Mobile Crisis Teams	0.0	3,712	1,238	4,950
15. BH: State Community BH Hospitals	166.9	2,676	1,078	3,754
16. BH: Stepdown Housing	0.0	4,556	0	4,556
17. BH: SUD Treatment & Peer Support	21.0	3,480	0	3,480
18. BH: Discharge Case Managers	12.9	1,510	1,311	2,821
19. BH: Enhanced Discharge Placements	182.0	63,075	36,569	99,644
20. BH: Financial Service Specialists	8.4	783	778	1,561
21. Tribal Behavioral Health E&T Plan	0.0	300	0	300
22. Community Policing Program	0.0	159	0	159
23. Administration Support for DCYF	0.0	3,957	0	3,957
24. CA Transfer Cost Differential	0.0	4,345	0	4,345
25. SNAP Grant Technology Modernization	0.0	0	718	718
26. Wendy's Wonderful Kids	0.0	500	0	500
27. Basic Food Transportation Support	0.0	0	4,000	4,000

HUMAN SERVICES - DSHS

Agency 300

Department of Social and Health Services Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
28. WCCC Provider Search Assistance	0.0	0	1,000	1,000
29. HEN Transportation Stipend	0.0	0	1,893	1,893
30. ABD Grant Increase	0.0	0	29,617	29,617
31. Eliminate ABD Resource Limit	0.0	0	1,403	1,403
32. LIHEAP for Food Assistance Program	0.0	0	320	320
33. TANF, SFA, RA Grant Increase	0.0	0	14,184	14,184
34. Eliminate TANF/SFA Resource Limit	0.0	0	8,429	8,429
35. Eliminate Kinship Care Means Test	0.0	0	2,477	2,477
36. Emergent Need Lifetime Limit	0.0	-1,726	0	-1,726
37. Emergent Need 12-Month Limit	0.0	0	863	863
38. WorkFirst Child Support Obligation	0.0	0	1,205	1,205
39. BH: WSH Time Leave & Attendance	1.0	5,723	1,256	6,979
40. Interpreter Collective Bargaining	0.0	167	167	334
41. Community Placement Expansion	5.0	748	0	748
42. Hepatitis C Treatment Costs	0.0	306	87	393
43. Lease Renewals Reduction	0.0	-1,494	-806	-2,300
44. Hospital Compliance	137.0	52,716	0	52,716
45. Employment Historical Underspend	0.0	-4,694	-4,694	-9,388
46. Reduce BHO Non-Medicaid Reserves	0.0	-7,800	0	-7,800
47. Allotments Underspend	0.0	-22,112	-11,296	-33,408
48. Close Naselle Youth Camp	0.0	-7,484	0	-7,484
49. Child Support Website	0.0	-16	-36	-52
50. Facilities One-Time Costs	0.0	5,902	1,443	7,345
51. WorkFirst Fund Balance	0.0	-34,000	69,200	35,200
52. Washington Mentors Program	0.0	400	0	400
Policy -- Other Total	630.3	124,409	283,491	407,900
Policy Comp Changes:				
53. Family Child Care Providers CBA	0.0	8,606	0	8,606
54. State Public Employee Benefits Rate	0.0	5,022	1,676	6,698
55. WFSE General Government	0.0	115,238	33,024	148,262
56. Adult Family Homes Award/Agreement	0.0	28,205	35,492	63,697
57. In-Home Care Providers Agreement	0.0	77,304	83,052	160,356
58. Agency Provider Parity	0.0	21,216	26,526	47,742

Agency 300

Department of Social and Health Services Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
59. State Represented Emp Benefits Rate	0.0	31,872	10,719	42,591
60. The Coalition of Unions Agreement	0.0	8,236	918	9,154
61. Non-Rep General Wage Increase	0.0	11,872	3,985	15,857
62. Non-Rep Targeted Pay Increases	0.0	7,860	3,385	11,245
63. WFSE Orca Transit Pass	0.0	1,694	738	2,432
64. Gen Govt SEIU 1199 Agreement	0.0	32,929	11,166	44,095
65. Orca Transit Pass-Not WFSE	0.0	248	128	376
66. Vacation Leave Chng-Non-represented	0.0	6	0	6
Policy -- Comp Total	0.0	350,308	210,809	561,117
Policy Transfer Changes:				
67. Transfer to New Department (DCYF)	-1,343.9	-379,843	-258,682	-638,525
68. BH: Integration Transfer	-161.3	-956,002	-1,674,590	-2,630,592
Policy -- Transfer Total	-1,505.2	-1,335,845	-1,933,272	-3,269,117
Policy Central Services Changes:				
69. Archives/Records Management	0.0	50	22	72
70. Audit Services	0.0	17	10	27
71. Legal Services	0.0	3,984	1,686	5,670
72. Administrative Hearings	0.0	107	138	245
73. CTS Central Services	0.0	1,429	775	2,204
74. DES Central Services	0.0	1,978	851	2,829
75. OFM Central Services	0.0	92	-91	1
Policy -- Central Svcs Total	0.0	7,657	3,391	11,048
Total Policy Changes	-874.9	-853,471	-1,435,581	-2,289,052
2017-19 Policy Level	17,398.6	6,257,825	6,789,625	13,047,450
Difference from 2015-17	-485.2	-147,564	-990,636	-1,138,200
% Change from 2015-17	-2.7%	-2.3%	-12.7%	-8.0%

HUMAN SERVICES - DSHS

Agency 300

Department of Social and Health Services Children and Family Services Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	2,559.8	661,870	521,467	1,183,337
2017-19 Maintenance Level	2,644.2	677,545	527,334	1,204,879
Difference from 2015-17	84.5	15,675	5,867	21,542
% Change from 2015-17	3.3%	2.4%	1.1%	1.8%
Policy Other Changes:				
1. Lease Adjustments > 20,000 sq ft.	0.0	2,335	59	2,394
2. Strengthening Staff to Support Kids	51.6	6,777	138	6,915
3. FAR Transfer Fund Balance to CA	0.0	9,830	-9,830	0
4. Notification Changes	0.0	-176	-4	-180
5. Transfer Admin Support for CA	0.0	5,458	3,639	9,097
6. Administration Support for DCYF	0.0	3,957	0	3,957
7. Wendy's Wonderful Kids	0.0	500	0	500
8. Allotments Underspend	0.0	-22,112	-11,296	-33,408
9. Facilities One-Time Costs	0.0	3,229	81	3,310
Policy -- Other Total	51.6	9,798	-17,213	-7,415
Policy Comp Changes:				
10. Family Child Care Providers CBA	0.0	500	0	500
11. State Public Employee Benefits Rate	0.0	830	21	851
12. WFSE General Government	0.0	29,724	763	30,487
13. State Represented Emp Benefits Rate	0.0	6,021	153	6,174
14. Non-Rep General Wage Increase	0.0	1,899	47	1,946
15. Non-Rep Targeted Pay Increases	0.0	2,598	66	2,664
16. WFSE Orca Transit Pass	0.0	420	10	430
17. Orca Transit Pass-Not WFSE	0.0	46	2	48
Policy -- Comp Total	0.0	42,038	1,062	43,100
Policy Transfer Changes:				
18. Transfer to New Department (DCYF)	-1,343.9	-379,843	-258,682	-638,525
Policy -- Transfer Total	-1,343.9	-379,843	-258,682	-638,525
Total Policy Changes	-1,292.3	-328,007	-274,833	-602,840
2017-19 Policy Level	1,352.0	349,538	252,501	602,039
Difference from 2015-17	-1,207.8	-312,332	-268,966	-581,298
% Change from 2015-17	-47.2%	-47.2%	-51.6%	-49.1%

Agency 300

Department of Social and Health Services
Children and Family Services
Recommendation Summary

POLICY CHANGES**1. Lease Adjustments > 20,000 sq ft.**

Funding is provided for the ongoing cost of new leases that are necessary to support the DSHS Leased Facilities Strategic Plan. (General Fund-State; General Fund-Fam Supt)

2. Strengthening Staff to Support Kids

Additional staff and funding are provided to lower caseload ratios to 18 families per Child and Family Welfare Services worker. The 1:18 caseload ratio is the Braam settlement standard. This will improve the quality of case management and lead to more expedited outcomes for children and families. More appropriate caseloads will also improve recruitment and retention of staff, maintain a stable workforce, and decrease social worker burnout. (General Fund-State; General Fund-Fam Supt)

3. FAR Transfer Fund Balance to CA

There is a one-time reduction of unallocated General Fund State fund balance in the Economic Services Administration which is transferred to Children's Administration to backfill an anticipated revenue shortfall in the Child and Family Reinvestment Account. The funding is for maintaining the Family Assessment Response (FAR) program. (General Fund-State; Child and Family Reinvestment Account-State)

4. Notification Changes

Funding is reduced to reflect savings by utilizing first class mail, regular mail, or email to serve notice of intent to withhold and deliver on overpayment debt, notice of child support debt accrual, and second notices for suspensions and withholdings of state licenses. Currently, overpayment notices and child support enforcement notices communicated after the original order are sent by certified mail. (General Fund-State; General Fund-Fam Supt)

5. Transfer Admin Support for CA

Funding in the Department of Social and Health Services, which supports administration functions for the Children's Administration (CA), is transferred to the newly created Department of Children, Youth and Families (DCYF) in fiscal year 2019. (General Fund-State; General Fund-Fam Supt)

Department of Social and Health Services
Children and Family Services
Recommendation Summary

6. Administration Support for DCYF

The DCYF requires additional administrative funds beyond the funding transferring from DSHS to adequately support the back office functions of the new department. (General Fund-State)

7. Wendy's Wonderful Kids

Wendy's Wonderful Kids is a program of the Dave Thomas Foundation which provides adoption professionals to find permanent adoptive homes for children in foster care. This step provides the state match for 24 recruiters to serve over 250 children and youth whom have not been successfully placed in an adoptive home to date. (General Fund-State)

8. Allotments Underspend

Actual spending for fiscal year 2016 is substantially less than funding allotted for fiscal year 2017. Adjustments are made to maintain the fiscal year 2016 spending pattern after accounting for growth in staffing and 5 percent growth across all services. (General Fund-State; General Fund-Fam Supt)

9. Facilities One-Time Costs

Funding is provided for one-time relocation and project costs to support the DSHS Leased Facilities Strategic Plan. (General Fund-State; General Fund-Fam Supt)

10. Family Child Care Providers CBA

Consistent with the 2016 collective bargaining agreement, funding is provided for a 2 percent base rate increase for licensed family home providers, a rate increase for Family, Friend and Neighbor providers, and for an increase in paid professional development days from three days to five days. (General Fund-State)

11. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal)

12. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal)

Agency 300

Department of Social and Health Services
Children and Family Services
Recommendation Summary

13. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal)

14. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal)

15. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; General Fund-Federal)

16. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal)

17. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal)

18. Transfer to New Department (DCYF)

This item transfers the fiscal year 2019 funding, full-time employees, and expenditure authority for Children's Administration (CA) from the Department of Social and Health Services to the newly created Department of Children, Youth and Families (DCYF). (General Fund-Fed Grnt; General Fund-State; General Fund-Federal; other accounts)

HUMAN SERVICES - DSHS

Agency 300

**Department of Social and Health Services
Juvenile Rehabilitation
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	768.0	183,239	8,446	191,685
2017-19 Maintenance Level	826.8	185,065	7,784	192,849
Difference from 2015-17	58.9	1,826	-662	1,164
% Change from 2015-17	7.7%	1.0%	-7.8%	0.6%
Policy Other Changes:				
1. Close Naselle Youth Camp	0.0	-7,484	0	-7,484
2. Facilities One-Time Costs	0.0	31	0	31
Policy -- Other Total	0.0	-7,453	0	-7,453
Policy Comp Changes:				
3. State Public Employee Benefits Rate	0.0	398	0	398
4. WFSE General Government	0.0	3,629	0	3,629
5. State Represented Emp Benefits Rate	0.0	2,016	0	2,016
6. Non-Rep General Wage Increase	0.0	917	0	917
7. Non-Rep Targeted Pay Increases	0.0	70	0	70
8. WFSE Orca Transit Pass	0.0	200	0	200
9. Gen Govt SEIU 1199 Agreement	0.0	1,318	0	1,318
10. Orca Transit Pass-Not WFSE	0.0	32	0	32
Policy -- Comp Total	0.0	8,580	0	8,580
Total Policy Changes	0.0	1,127	0	1,127
2017-19 Policy Level	826.8	186,192	7,784	193,976
Difference from 2015-17	58.9	2,953	-662	2,291
% Change from 2015-17	7.7%	1.6%	-7.8%	1.2%

Agency 300

Department of Social and Health Services
Juvenile Rehabilitation
Recommendation Summary

POLICY CHANGES

1. Close Naselle Youth Camp

Savings are achieved through the closure of Naselle Youth Camp. Approximately 76 residents will be relocated to Echo Glen Children's Center and Green Hill School. (General Fund-State)

2. Facilities One-Time Costs

Funding is provided for one-time relocation and project costs to support the DSHS Leased Facilities Strategic Plan. (General Fund-State)

3. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

4. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State)

5. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

6. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State)

Agency 300

**Department of Social and Health Services
Juvenile Rehabilitation
Recommendation Summary**

7. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State)

8. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State)

9. Gen Govt SEIU 1199 Agreement

Funding is provided for a collective bargaining agreement with Service Employees International Union – Healthcare (SEIU), which includes salary adjustments for targeted classifications and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State)

10. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State)

Agency 300

Department of Social and Health Services
Mental Health
Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	2,998.9	1,061,687	1,277,398	2,339,085
2017-19 Maintenance Level	3,204.7	1,278,186	1,214,469	2,492,655
Difference from 2015-17	205.8	216,499	-62,929	153,570
% Change from 2015-17	6.9%	20.4%	-4.9%	6.6%
Policy Other Changes:				
1. Tribal Fee-for-Service Staffing	3.0	445	295	740
2. Medicaid Transformation Waiver	0.0	0	19,557	19,557
3. BH: Crisis Walk-in Centers	0.0	2,286	1,341	3,627
4. BH: Housing and Stepdown Services	0.0	2,762	0	2,762
5. BH: Mobile Crisis Teams	0.0	3,712	1,238	4,950
6. BH: State Community BH Hospitals	166.9	2,676	1,078	3,754
7. BH: Stepdown Housing	0.0	4,556	0	4,556
8. BH: SUD Treatment & Peer Support	21.0	3,480	0	3,480
9. Tribal Behavioral Health E&T Plan	0.0	300	0	300
10. Community Policing Program	0.0	159	0	159
11. Hepatitis C Treatment Costs	0.0	306	87	393
12. Hospital Compliance	137.0	52,716	0	52,716
13. Reduce BHO Non-Medicaid Reserves	0.0	-7,800	0	-7,800
14. Facilities One-Time Costs	0.0	1	0	1
Policy -- Other Total	327.9	65,599	23,596	89,195
Policy Comp Changes:				
15. State Public Employee Benefits Rate	0.0	681	48	729
16. WFSE General Government	0.0	35,718	2,777	38,495
17. State Represented Emp Benefits Rate	0.0	7,817	572	8,389
18. The Coalition of Unions Agreement	0.0	7,878	631	8,509
19. Non-Rep General Wage Increase	0.0	1,731	121	1,852
20. Non-Rep Targeted Pay Increases	0.0	1,943	145	2,088
21. WFSE Orca Transit Pass	0.0	2	0	2

HUMAN SERVICES - DSHS

Agency 300

Department of Social and Health Services Mental Health Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
22. Gen Govt SEIU 1199 Agreement	0.0	20,852	1,546	22,398
23. Vacation Leave Chng-Non-represented	0.0	6	0	6
Policy -- Comp Total	0.0	76,628	5,840	82,468
Policy Transfer Changes:				
24. BH: Integration Transfer	-86.0	-780,437	-1,041,868	-1,822,305
Policy -- Transfer Total	-86.0	-780,437	-1,041,868	-1,822,305
Total Policy Changes	241.9	-638,210	-1,012,432	-1,650,642
2017-19 Policy Level	3,446.6	639,976	202,037	842,013
Difference from 2015-17	447.7	-421,711	-1,075,361	-1,497,072
% Change from 2015-17	14.9%	-39.7%	-84.2%	-64.0%

POLICY CHANGES

1. Tribal Fee-for-Service Staffing

Tribal governments, through consultation at the state and federal levels, stated there is a lack of access to culturally appropriate and timely behavioral health services for American Indian/Alaska Native (AI/AN) individuals. DSHS will implement an AI/AN Fee-for-Service (FFS) program which will allow AI/AN individuals to access all Medicaid-funded behavioral services without being enrolled in a managed care program. Three staff are provided to support this new AI/AN FFS program. (General Fund-State; General Fund-Medicaid)

2. Medicaid Transformation Waiver

Funding is provided to align with projected expenditures under the Medicaid Transformation Waiver expected to be approved by the federal Centers for Medicare and Medicaid Services (CMS). The waiver's three initiatives fund (1) incentive-based payments for transformation projects designed to achieve sustainable goals of better care, better health and lower cost for the state's Medicaid population; (2) new services and supports for family caregivers that help people stay at home and avoid the need for more intensive services; and (3) supportive housing and supported employment services for those who are most vulnerable and have complex care needs. (General Fund-Federal)

Agency 300

Department of Social and Health Services

Mental Health

Recommendation Summary

3. BH: Crisis Walk-in Centers

This item creates two new crisis walk-in centers that allow individuals in mental health crisis to stay up to 23 hours under observation. Services in crisis walk-in centers include crisis stabilization and intervention, individual counseling, peer support, medication management, education, and referral assistance. Crisis walk-in centers will reduce admission and re-admission to the state psychiatric hospitals. This item is part of the Governor's statewide behavioral health reform package. (General Fund-State; General Fund-Medicaid)

4. BH: Housing and Stepdown Services

The Housing and Recovery through Peer Services (HARPS) program is increased by two additional teams. These teams provide guidance delivered by peers who assist not only in securing housing for an individual but also provide strategies to maintain housing and referrals for other needed services. The HARPS program will help prevent readmission to the state psychiatric hospitals and will reduce the length of stay by helping individuals ready for discharge find housing in the community. This item is part of the Governor's statewide behavioral health reform package. (General Fund-State)

5. BH: Mobile Crisis Teams

Three additional mobile crisis teams are added to enable more timely and effective responses to individuals in crisis for whom relocation to a facility will likely prevent successful intervention. Mobile crisis teams provide access to behavioral health professionals with specialized skill sets who can address the needs of individuals in crisis and diffuse a crisis situation before it escalates to a point at which an individual may need to be hospitalized or jailed. This item is part of the Governor's statewide behavioral health reform package. (General Fund-State; General Fund-Medicaid)

6. BH: State Community BH Hospitals

This item establishes nine new 16-bed community behavioral health hospitals by 2023 that provide acute psychiatric inpatient care in regional settings for civil commitments. These new facilities will enable more regional, specialized care for patients, while keeping them closer to their home communities during inpatient treatment. Since each new hospital will not be classified as an institution for mental disease, additional federal Medicaid funding will be available. This item is part of the Governor's statewide behavioral health reform package. (General Fund-State; General Fund-Medicaid)

7. BH: Stepdown Housing

This item creates 60 new community stepdown beds that have 24-hour staffing and include both nursing and rehabilitative therapy. Community stepdown beds are essential for individuals ready for discharge from the state psychiatric hospitals, but still need assistance transitioning to life outside a state psychiatric hospital. These new community stepdown beds will free up capacity at the state psychiatric hospitals. This item is part of the Governor's statewide behavioral health reform package. (General Fund-State)

Department of Social and Health Services
Mental Health
Recommendation Summary

8. BH: SUD Treatment & Peer Support

Substance use disorder (SUD) and mental health treatment will be intergrated at the state psychiatric hospitals. Six chemical dependency professionals and 15 peer support specialists will improve psychiatric symptoms and functioning, decrease hospitalization, increase housing stability and improve the quality of life for clients served. This item is part of the Governor's statewide behavioral health reform package. (General Fund-State)

9. Tribal Behavioral Health E&T Plan

Tribal governments, through consultation at the state and federal levels, stated there is a lack of access to culturally appropriate and timely behavioral health services for American Indian/Alaska Native (AI/AN) individuals. The Behavioral Health Administration will work collaboratively with tribal governments to identify a location on tribal land for the establishment of an Evaluation and Treatment (E&T) facility. The E&T facility will specialize in providing care specifically to AI/AN individuals. (General Fund-State)

10. Community Policing Program

Since 2007, the Lakewood Community Policing Program (CPP) has reduced calls for police service around Western State Hospital and the surrounding neighborhoods. The biennial cost of the program is \$621,297 but funding remains at the original appropriation of \$462,000. Funding is provided to cover the full cost of the CPP. (General Fund-State)

11. Hepatitis C Treatment Costs

On May 27, 2016, a federal judge granted a preliminary injunction which requires Washington State to expand its coverage of Medicaid patients with Hepatitis C (Hep C) to include those with more mild stages of the disease. Before the injunction, only individuals with more severe cases were covered. Funding to provide medical treatment for BHA patients who have Hep C is provided. (General Fund-State; General Fund-Medicaid)

12. Hospital Compliance

As a result of a series of immediate jeopardies and entering into a Systems Improvement Agreement with the Centers for Medicare and Medicaid Services, the Department of Social and Health Services contracted with a consultant to conduct a root cause analysis which identified seven Conditions of Participation (CoPs). To meet these CoPs and maintain federal funding, DSHS will hire 137 staff to address root cause issues at the state psychiatric hospitals, resulting in increased safety and security, improved environment of care, better infection control, and quality assessment and performance improvement. (General Fund-State)

13. Reduce BHO Non-Medicaid Reserves

A one-time General Fund-State reduction is made to the Behavioral Health Organization (BHO) non-Medicaid reserves. This one-time reduction is reinvested in community behavioral health. (General Fund-State)

Agency 300

Department of Social and Health Services
Mental Health
Recommendation Summary

14. Facilities One-Time Costs

Funding is provided for one-time relocation and project costs to support the DSHS Leased Facilities Strategic Plan. (General Fund-State)

15. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; General Fund-Medicaid)

16. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Medicaid)

17. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Medicaid)

18. The Coalition of Unions Agreement

Funding is provided for a collective bargaining agreement with the Coalition of Unions (Coalition) which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Medicaid)

19. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; General Fund-Medicaid)

Agency 300

Department of Social and Health Services
Mental Health
Recommendation Summary

20. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; General Fund-Medicaid)

21. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State)

22. Gen Govt SEIU 1199 Agreement

Funding is provided for a collective bargaining agreement with Service Employees International Union – Healthcare (SEIU), which includes salary adjustments for targeted classifications and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Medicaid)

23. Vacation Leave Chng-Non-represented

This item funds the cost of additional overtime or other replacement staff for positions in 24/7 institutions as a result of changes in vacation leave accruals for non-higher education employees who are non-represented. (General Fund-State)

24. BH: Integration Transfer

Chapter 225, Laws of 2014 requires the Health Care Authority (HCA) and Department of Social and Health Services (DSHS) to fully integrate physical health care and behavioral health care services to Medicaid clients by January 1, 2020. As part of the second phase of behavioral health integration, all community mental health and substance use disorder programs are transferred from DSHS to HCA, with the exception of the Licensing and Certification Program which will transfer to the Department of Health (DOH). In total, 161 staff and \$2.6 billion total funds (\$956 million General Fund-State) will move out of DSHS to HCA and DOH. This whole-person approach to care offers better coordinated care and consolidates the payment and delivery of physical and behavioral health services for individuals enrolled in Medicaid, through managed care. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

Agency 300

Department of Social and Health Services
Developmental Disabilities
Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	3,427.8	1,289,155	1,306,420	2,595,575
2017-19 Maintenance Level	3,633.2	1,407,688	1,436,556	2,844,244
Difference from 2015-17	205.4	118,533	130,136	248,669
% Change from 2015-17	6.0%	9.2%	10.0%	9.6%
Policy Other Changes:				
1. Lease Adjustments > 20,000 sq ft.	0.0	124	118	242
2. High School Transition Students	0.0	3,743	3,741	7,484
3. Supported Living Investigators	0.0	0	7,074	7,074
4. Residential Rate Increase	0.0	22,634	22,634	45,268
5. BH: Discharge Case Managers	4.4	617	415	1,032
6. BH: Enhanced Discharge Placements	118.1	9,180	9,039	18,219
7. Employment Historical Underspend	0.0	-4,694	-4,694	-9,388
8. Facilities One-Time Costs	0.0	230	219	449
Policy -- Other Total	122.5	31,834	38,546	70,380
Policy Comp Changes:				
9. State Public Employee Benefits Rate	0.0	490	443	933
10. WFSE General Government	0.0	14,664	13,852	28,516
11. Adult Family Homes Award/Agreement	0.0	5,077	6,388	11,465
12. In-Home Care Providers Agreement	0.0	25,391	27,336	52,727
13. Agency Provider Parity	0.0	2,970	3,714	6,684
14. State Represented Emp Benefits Rate	0.0	4,678	4,366	9,044
15. The Coalition of Unions Agreement	0.0	281	287	568
16. Non-Rep General Wage Increase	0.0	1,178	1,061	2,239
17. Non-Rep Targeted Pay Increases	0.0	2,643	2,520	5,163
18. WFSE Orca Transit Pass	0.0	410	390	800
19. Gen Govt SEIU 1199 Agreement	0.0	3,604	3,435	7,039
20. Orca Transit Pass-Not WFSE	0.0	60	56	116
Policy -- Comp Total	0.0	61,446	63,848	125,294
Total Policy Changes	122.5	93,280	102,394	195,674
2017-19 Policy Level	3,755.6	1,500,968	1,538,950	3,039,918
Difference from 2015-17	327.8	211,813	232,530	444,343
% Change from 2015-17	9.6%	16.4%	17.8%	17.1%

Agency 300

**Department of Social and Health Services
Developmental Disabilities
Recommendation Summary**

POLICY CHANGES

1. Lease Adjustments > 20,000 sq ft.

Funding is provided for the ongoing cost of new leases that are necessary to support the DSHS Leased Facilities Strategic Plan. (General Fund-State; General Fund-Medicaid)

2. High School Transition Students

Funding is provided for eligible clients who will be leaving high school to participate in employment programs in the 2017-19 biennium. It is estimated that 819 clients will choose to receive employment services funded through this item. (General Fund-State; General Fund-Medicaid)

3. Supported Living Investigators

Supported living providers will pay an annual per client fee of \$856 to cover the existing costs of supported living investigations. Supported living providers will receive a rate enhancement to offset the cost of the fee, and by matching the provider fees with federal dollars, the net request between DDA and ALTSA results in a net GF-State savings for the state. (General Fund-Local; General Fund-Medicaid)

4. Residential Rate Increase

The hourly rate paid to supported living providers who provide in-home care services such as care coordination and teaching skills to increase client independence is increased by \$1.00. These services help to keep people living in community settings. (General Fund-State; General Fund-Medicaid)

5. BH: Discharge Case Managers

Discharge case managers will focus on transitioning clients ready for discharge from the state psychiatric hospitals into state-operated living alternatives (SOLAs). This item is part of the Governor's statewide behavioral health (BH) reform package. (General Fund-State; General Fund-Medicaid)

6. BH: Enhanced Discharge Placements

Funding is provided for 31 additional SOLA beds focused on transitioning clients ready for discharge from the state psychiatric hospitals. This item is part of the Governor's statewide behavioral health (BH) reform package. (General Fund-State; General Fund-Medicaid)

Agency 300

Department of Social and Health Services
Developmental Disabilities
Recommendation Summary

7. Employment Historical Underspend

This item is a one-time reduction to the employment and day program based on historical underspending. (General Fund-State; General Fund-Medicaid)

8. Facilities One-Time Costs

Funding is provided for one-time relocation and project costs to support the DSHS Leased Facilities Strategic Plan. (General Fund-State; General Fund-Medicaid)

9. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Medicaid)

10. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Medicaid)

11. Adult Family Homes Award/Agreement

Funding is provided for increases in the daily rates, payments to providers for providing meaningful home-based activities, support of clients in community integration, and mileage reimbursement under certain circumstances. (General Fund-State; General Fund-Medicaid)

12. In-Home Care Providers Agreement

Funding is provided for an agreement with individual providers of in-home personal care services, which includes phased-in changes and increases to the wage scale; increases in contributions to the health care, training and retirement trusts; an increase in paid time off; and a health and safety benefit study. (General Fund-State; General Fund-Medicaid)

13. Agency Provider Parity

Funding is provided for a wage and benefit increase to workers who provide in-home personal care services and are employed by private agencies. The increase corresponds to the salary and wage component of the in-home care agreement for individual providers. (General Fund-State; General Fund-Medicaid)

Department of Social and Health Services
Developmental Disabilities
Recommendation Summary

14. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Medicaid)

15. The Coalition of Unions Agreement

Funding is provided for a collective bargaining agreement with the Coalition of Unions (Coalition) which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Medicaid)

16. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Medicaid)

17. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; General Fund-Medicaid)

18. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Medicaid)

19. Gen Govt SEIU 1199 Agreement

Funding is provided for a collective bargaining agreement with Service Employees International Union – Healthcare (SEIU), which includes salary adjustments for targeted classifications and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Medicaid)

20. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Medicaid)

Agency 300

Department of Social and Health Services
Long-Term Care
Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	1,685.6	1,939,976	2,557,276	4,497,252
2017-19 Maintenance Level	1,825.1	2,164,937	2,859,700	5,024,637
Difference from 2015-17	139.5	224,961	302,424	527,385
% Change from 2015-17	8.3%	11.6%	11.8%	11.7%
Policy Other Changes:				
1. Lease Adjustments > 20,000 sq ft.	0.0	667	616	1,283
2. Supported Living Investigators	6.9	-2,420	4,420	2,000
3. Medicaid Transformation Waiver	33.7	0	58,928	58,928
4. BH: Discharge Case Managers	8.5	893	896	1,789
5. BH: Enhanced Discharge Placements	63.9	53,895	27,530	81,425
6. BH: Financial Service Specialists	8.4	783	778	1,561
7. Facilities One-Time Costs	0.0	747	692	1,439
Policy -- Other Total	121.3	54,565	93,860	148,425
Policy Comp Changes:				
8. State Public Employee Benefits Rate	0.0	481	405	886
9. WFSE General Government	0.0	7,658	6,977	14,635
10. Adult Family Homes Award/Agreement	0.0	23,128	29,104	52,232
11. In-Home Care Providers Agreement	0.0	51,913	55,716	107,629
12. Agency Provider Parity	0.0	18,246	22,812	41,058
13. State Represented Emp Benefits Rate	0.0	2,107	1,890	3,997
14. Non-Rep General Wage Increase	0.0	1,164	999	2,163
15. Non-Rep Targeted Pay Increases	0.0	365	289	654
16. WFSE Orca Transit Pass	0.0	156	142	298
17. Gen Govt SEIU 1199 Agreement	0.0	6,674	6,185	12,859
18. Orca Transit Pass-Not WFSE	0.0	46	42	88
Policy -- Comp Total	0.0	111,938	124,561	236,499
Total Policy Changes	121.3	166,503	218,421	384,924
2017-19 Policy Level	1,946.4	2,331,440	3,078,121	5,409,561
Difference from 2015-17	260.8	391,464	520,845	912,309
% Change from 2015-17	15.5%	20.2%	20.4%	20.3%

Department of Social and Health Services
Long-Term Care
Recommendation Summary

POLICY CHANGES

1. Lease Adjustments > 20,000 sq ft.

Funding is provided for the ongoing cost of new leases that are necessary to support the DSHS Leased Facilities Strategic Plan. (General Fund-State; General Fund-Medicaid)

2. Supported Living Investigators

This item gives DSHS fee authority for supported living providers sufficient to cover oversight and investigation costs for clients residing in supported living settings. Provider rates would be increased to cover the cost of the fee, which is eligible for federal matching funds, resulting in a net GF-State savings when combining the Developmental Disabilities Administration and Aging and Long-Term Support Administration. (General Fund-State; General Fund-Local; General Fund-Medicaid)

3. Medicaid Transformation Waiver

Funding is provided to align with projected expenditures under the Medicaid Transformation Waiver expected to be approved by the federal Centers for Medicare and Medicaid Services (CMS). The waiver's three initiatives fund (1) incentive-based payments for transformation projects designed to achieve sustainable goals of better care, better health and lower cost for the state's Medicaid population; (2) new services and supports for family caregivers that help people stay at home and avoid the need for more intensive services; and (3) supportive housing and supported employment services for those who are most vulnerable and have complex care needs. (General Fund-Federal)

4. BH: Discharge Case Managers

Discharge case managers will focus on transitioning clients ready for discharge from the state psychiatric hospitals into various community settings. This item is part of the Governor's statewide behavioral health (BH) reform package. (General Fund-State; General Fund-Medicaid)

5. BH: Enhanced Discharge Placements

Funding is provided for 325 community placement beds for discharging patients out of the state psychiatric hospitals. Specific placement options include enhanced service facilities, adult family homes, skilled nursing facilities, shared supportive housing, assisted living facilities and state-operated living alternatives. This item is part of the Governor's statewide behavioral health reform package. (General Fund-State; General Fund-Medicaid)

Agency 300

Department of Social and Health Services

Long-Term Care

Recommendation Summary

6. BH: Financial Service Specialists

Financial service specialists will focus on determining client eligibility for a variety of support services for clients who are ready for discharge from the state psychiatric hospitals. This item is part of the Governor's statewide behavioral health reform package. (General Fund-State; General Fund-Medicaid)

7. Facilities One-Time Costs

Funding is provided for one-time relocation and project costs to support the DSHS Leased Facilities Strategic Plan. (General Fund-State; General Fund-Medicaid)

8. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Medicaid)

9. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Medicaid)

10. Adult Family Homes Award/Agreement

Funding is provided for a wage and benefit increase to workers who provide in-home personal care services and are employed by private agencies. The increase corresponds to the salary and wage component of the in-home care agreement for individual providers. (General Fund-State; General Fund-Medicaid)

11. In-Home Care Providers Agreement

Funding is provided for an agreement with individual providers of in-home personal care services, which includes phased-in changes and increases to the wage scale; increases in contributions to the health care, training and retirement trusts; an increase in paid time off; and a health and safety benefit study. (General Fund-State; General Fund-Medicaid)

Department of Social and Health Services
Long-Term Care
Recommendation Summary

12. Agency Provider Parity

Funding is provided for a wage and benefit increase to workers who provide in-home personal care services and are employed by private agencies. The increase corresponds to the salary and wage component of the in-home care agreement for individual providers. (General Fund-State; General Fund-Medicaid)

13. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Medicaid)

14. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal)

15. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; General Fund-Medicaid)

16. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal)

17. Gen Govt SEIU 1199 Agreement

Funding is provided for a collective bargaining agreement with Service Employees International Union – Healthcare (SEIU), which includes salary adjustments for targeted classifications and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal)

18. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal)

Agency 300

Department of Social and Health Services
Economic Services Administration
Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	4,385.2	814,070	1,320,352	2,134,422
2017-19 Maintenance Level	4,412.5	882,311	1,341,883	2,224,194
Difference from 2015-17	27.3	68,241	21,531	89,772
% Change from 2015-17	0.6%	8.4%	1.6%	4.2%
Policy Other Changes:				
1. Lease Adjustments > 20,000 sq ft.	0.0	171	195	366
2. Medicaid Cost Allocation Changes	0.0	0	0	0
3. FAR Transfer Fund Balance to CA	0.0	-9,830	9,830	0
4. Child Support Electronic Payments	0.5	-30	-59	-89
5. Notification Changes	0.0	-98	-216	-314
6. Meeting Federal TANF Work Rate	0.5	9,488	0	9,488
7. SNAP Grant Technology Modernization	0.0	0	718	718
8. Basic Food Transportation Support	0.0	0	4,000	4,000
9. WCCC Provider Search Assistance	0.0	0	1,000	1,000
10. HEN Transportation Stipend	0.0	0	1,893	1,893
11. ABD Grant Increase	0.0	0	29,617	29,617
12. Eliminate ABD Resource Limit	0.0	0	1,403	1,403
13. LIHEAP for Food Assistance Program	0.0	0	320	320
14. TANF, SFA, RA Grant Increase	0.0	0	14,184	14,184
15. Eliminate TANF/SFA Resource Limit	0.0	0	8,429	8,429
16. Eliminate Kinship Care Means Test	0.0	0	2,477	2,477
17. Emergent Need Lifetime Limit	0.0	-1,726	0	-1,726
18. Emergent Need 12-Month Limit	0.0	0	863	863
19. WorkFirst Child Support Obligation	0.0	0	1,205	1,205
20. Child Support Website	0.0	-16	-36	-52
21. Facilities One-Time Costs	0.0	1,553	450	2,003
22. WorkFirst Fund Balance	0.0	-34,000	69,200	35,200
Policy -- Other Total	1.0	-34,488	145,473	110,985

HUMAN SERVICES - DSHS

Agency 300

Department of Social and Health Services Economic Services Administration Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
Policy Comp Changes:				
23. Family Child Care Providers CBA	0.0	8,106	0	8,106
24. State Public Employee Benefits Rate	0.0	957	536	1,493
25. WFSE General Government	0.0	14,706	8,462	23,168
26. State Represented Emp Benefits Rate	0.0	6,794	3,646	10,440
27. Non-Rep General Wage Increase	0.0	2,275	1,252	3,527
28. Non-Rep Targeted Pay Increases	0.0	241	365	606
29. WFSE Orca Transit Pass	0.0	416	196	612
30. Orca Transit Pass-Not WFSE	0.0	38	22	60
Policy -- Comp Total	0.0	33,533	14,479	48,012
Total Policy Changes	1.0	-955	159,952	158,997
2017-19 Policy Level	4,413.5	881,356	1,501,835	2,383,191
Difference from 2015-17	28.3	67,286	181,483	248,769
% Change from 2015-17	0.6%	8.3%	13.7%	11.7%

POLICY CHANGES

1. Lease Adjustments > 20,000 sq ft.

Funding is provided for the ongoing cost of new leases that are necessary to support the DSHS Leased Facilities Strategic Plan. (General Fund-State; General Fund-Federal)

2. Medicaid Cost Allocation Changes

As a result of the medical eligibility change, the Economic Services Administration (ESA) receives less Medicaid funds to support its administrative costs. Chapter 4, Laws of 2015, 3rd special session (ESSB 6052) directed ESA to assist clients with Medicaid applications through the Healthplanfinder, the online Medicaid application. For federal fiscal year 2017, the Centers for Medicare and Medicaid Services approved the 75 percent reimbursement rate for fewer staff types. The remaining staff may receive a 50 percent Medicaid reimbursement rate. Funding is provided for the difference between the assumed and approved Medicaid reimbursement rate and increased state share based on more recent actual cost allocation data. DSHS will maintain an average of 7.6 percent Medicaid by expanding assistance for Medicaid applications. (General Fund-Federal; General Fund-Medicaid; General Fund-TANF)

Agency 300

Department of Social and Health Services
Economic Services Administration
Recommendation Summary

3. FAR Transfer Fund Balance to CA

There is a one-time reduction of unallocated General Fund-State fund balance that will be offset by using available federal TANF funds and funds from the Carbon Pollution Reduction Account. These savings are transferred to Children's Administration (CA) to backfill an anticipated revenue shortfall in the Child and Family Reinvestment Account. The funding is for maintaining the Family Assessment Response (FAR) program. (General Fund-State; Carbon Pollution Reduction Account-State)

4. Child Support Electronic Payments

Increased efficiencies and cost savings in child support collections are anticipated by requiring employers with ten or more employees to remit withheld child support through electronic means. One-time funding is provided for one FTE staff to provide technical support to employers transitioning to electronic payment systems and to make waiver determinations for cases where compliance would cause the employer financial hardship. (General Fund-State; General Fund-Fam Supt)

5. Notification Changes

Funding is reduced to reflect savings by utilizing first class mail, regular mail, or email to serve notice of intent to withhold and deliver on overpayment debt, notice of child support debt accrual, and second notices for suspensions and withholdings of state licenses. Currently, overpayment notices and child support enforcement notices communicated after the original order are sent by certified mail. (General Fund-State; General Fund-Fam Supt; General Fund-Medicaid)

6. Meeting Federal TANF Work Rate

Washington faces an estimated \$67,884,000 penalty to the federal Temporary Assistance for Needy Families (TANF) block grant for not meeting the federal Work Participation Rate (WPR) between federal fiscal years 2012-2015. Funding is provided to continue Washington's Working Family Support program, a monthly ten dollar payment to eligible working clients who are not receiving TANF benefits. Since implementing this program, the department is meeting the WPR while simultaneously assisting working families with self-sufficiency goals. (General Fund-State)

7. SNAP Grant Technology Modernization

The Economic Services Administration is one of seven states to receive a federal grant to modernize the Supplemental Nutrition Assistance Program (SNAP) application process. Clients will be able to use smart phones to apply for Basic Food benefits and upload supporting documentation. (General Fund-Federal)

8. Basic Food Transportation Support

This step provides funding for transportation support services for Basic Food and FAP recipients when participating in eligible employment activities. (Carbon Pollution Reduction Account-State)

**Department of Social and Health Services
Economic Services Administration
Recommendation Summary**

9. WCCC Provider Search Assistance

Funding is provided for transportation services to clients determined eligible for the Working Connections Child Care (WCCC) program who are searching for a child care provider in their community. (Carbon Pollution Reduction Account-State)

10. HEN Transportation Stipend

Recipients of the Housing and Essential Needs (HEN) program are eligible for concrete goods and other support services; however, recipients must travel to local community organizations to obtain the benefit. Beginning in 2019, this step provides \$20 per month for travel expenses incurred. (Carbon Pollution Reduction Account-State)

11. ABD Grant Increase

Beginning in fiscal year 2019, the maximum grant standard for the Aged, Blind and Disabled (ABD) program is increased from \$197 per month to \$400 per month. This is consistent with the average monthly housing benefit provided for recipients of the HEN program. (Carbon Pollution Reduction Account-State)

12. Eliminate ABD Resource Limit

This step eliminates the resource limit for ABD applicants beginning January 2019. Currently, the asset limit is \$1,000 of liquidable assets and a vehicle exclusion of no more than \$5,000. This discourages a modest accumulation of savings, owning a reliable vehicle and other investments which promote economic stability. (Carbon Pollution Reduction Account-State)

13. LIHEAP for Food Assistance Program

The Food Assistance Program (FAP) recipients receive a federally-funded Low Income Home Energy Assistance Program (LIHEAP) payment. The U.S. Department of Health and Human Services issued a policy update clarifying that states may no longer issue federal LIHEAP funds for the state-funded FAP. This step backfills the loss of federal funds so that FAP recipients can receive LIHEAP again in fiscal year 2019. (Carbon Pollution Reduction Account-State)

14. TANF, SFA, RA Grant Increase

Beginning in fiscal year 2019, a 7.5 percent grant increase is provided for the TANF, Family Assistance Program, and Refugee Cash Assistance program. This step will increase the average TANF grant for a family of four from \$613 per month to \$659 per month. (General Fund-Federal; Carbon Pollution Reduction Account-State)

15. Eliminate TANF/SFA Resource Limit

This step eliminates the resource limit for TANF and SFA applicants beginning January 2019. Currently, the asset limit is \$1,000 of liquidable assets and a vehicle exclusion of no more than \$5,000. This discourages a modest accumulation of savings, owning a reliable vehicle and other investments which promote economic stability. (Carbon Pollution Reduction Account-State)

Agency 300

Department of Social and Health Services
Economic Services Administration
Recommendation Summary

16. Eliminate Kinship Care Means Test

Kinship caregivers provide child rearing when the parents are unavailable or unable to look after the child. Beginning in 2019, means-testing for child-only TANF is eliminated. The caregiver's income will no longer be considered in the eligibility determination. (Carbon Pollution Reduction Account-State)

17. Emergent Need Lifetime Limit

This step reduces emergent housing and utility payments for TANF and State Family Assistance recipients from \$750 each year to \$750 a lifetime. (General Fund-State)

18. Emergent Need 12-Month Limit

This step changes the emergent housing and utility payments for TANF and State Family Assistance recipients from \$750 a lifetime to \$750 each year beginning January 2019. (Carbon Pollution Reduction Account-State)

19. WorkFirst Child Support Obligation

This item provides funding for a pilot program which will deliver WorkFirst education and employment services for non-custodial parents who have child support orders and a child receiving TANF assistance with the custodial parent. (Carbon Pollution Reduction Account-State)

20. Child Support Website

The Most Wanted website for child support enforcement is eliminated. This website displays photos of noncustodial parents who are delinquent in the payment of child support. (General Fund-State; General Fund-Federal)

21. Facilities One-Time Costs

Funding is provided for one-time relocation and project costs to support the DSHS Leased Facilities Strategic Plan. (General Fund-State; General Fund-Federal)

22. WorkFirst Fund Balance

There is a one-time reduction of unallocated General Fund-State fund balance that will be offset by using available federal TANF funds. (General Fund-State; General Fund-TANF)

23. Family Child Care Providers CBA

Consistent with the 2016 collective bargaining agreement, funding is provided for a 2 percent base rate increase for licensed family home providers; a rate increase for Family, Friend and Neighbor providers; increased health insurance premium coverage, and an increase in paid professional development days from three days to five days. (General Fund-State)

**Department of Social and Health Services
Economic Services Administration
Recommendation Summary**

24. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal)

25. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal)

26. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal)

27. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal)

28. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; General Fund-Federal)

29. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal)

30. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal)

Agency 300

Department of Social and Health Services
Alcohol and Substance Abuse
Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	85.3	130,446	589,631	720,077
2017-19 Maintenance Level	75.3	174,901	630,322	805,223
Difference from 2015-17	-10.0	44,455	40,691	85,146
% Change from 2015-17	-11.7%	34.1%	6.9%	11.8%
Policy Other Changes:				
1. Prevent Opioid Overdose Death Grant	0.0	0	2,250	2,250
Policy -- Other Total	0.0	0	2,250	2,250
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	127	29	156
3. WFSE General Government	0.0	165	37	202
4. State Represented Emp Benefits Rate	0.0	56	13	69
5. Non-Rep General Wage Increase	0.0	314	71	385
6. Orca Transit Pass-Not WFSE	0.0	2	0	2
Policy -- Comp Total	0.0	664	150	814
Policy Transfer Changes:				
7. BH: Integration Transfer	-75.3	-175,565	-632,722	-808,287
Policy -- Transfer Total	-75.3	-175,565	-632,722	-808,287
Total Policy Changes	-75.3	-174,901	-630,322	-805,223
2017-19 Policy Level	-0.1	0	0	0
Difference from 2015-17	-85.3	-130,446	-589,631	-720,077
% Change from 2015-17	-100.1%	-100.0%	-100.0%	-100.0%

Agency 300

Department of Social and Health Services
Alcohol and Substance Abuse
Recommendation Summary

POLICY CHANGES

1. Prevent Opioid Overdose Death Grant

The Behavioral Health Administration (BHA), Division of Behavioral Health and Recovery has been awarded a federal demonstration grant from the Substance Abuse and Mental Health Services Administration to prevent deaths related to prescription drug and opioid overdose. (General Fund-Federal)

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal)

3. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal)

4. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal)

5. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal)

6. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State)

Agency 300

Department of Social and Health Services
Alcohol and Substance Abuse
Recommendation Summary

7. BH: Integration Transfer

Chapter 225, Laws of 2014 requires the Health Care Authority (HCA) and Department of Social and Health Services (DSHS) to fully integrate physical health care and behavioral health care services to Medicaid clients by January 1, 2020. As part of the second phase of behavioral health integration, all community mental health and substance use disorder programs are transferred from DSHS to HCA, with the exception of the Licensing and Certification Program which will transfer to the Department of Health (DOH). In total, 161 staff and \$2.6 billion total funds (\$956 million General Fund-State) will move out of DSHS to HCA and DOH. This whole-person approach to care offers better coordinated care and consolidates the payment and delivery of physical and behavioral health services for individuals enrolled in Medicaid, through managed care. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

HUMAN SERVICES - DSHS

Agency 300

**Department of Social and Health Services
Vocational Rehabilitation
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	318.1	26,219	98,491	124,710
2017-19 Maintenance Level	318.1	26,922	97,328	124,250
Difference from 2015-17	0.0	703	-1,163	-460
% Change from 2015-17	0.0%	2.7%	-1.2%	-0.4%
Policy Other Changes:				
1. Lease Adjustments > 20,000 sq ft.	0.0	12	0	12
2. Facilities One-Time Costs	0.0	106	0	106
Policy -- Other Total	0.0	118	0	118
Policy Comp Changes:				
3. State Public Employee Benefits Rate	0.0	73	0	73
4. WFSE General Government	0.0	3,001	0	3,001
5. State Represented Emp Benefits Rate	0.0	819	0	819
6. Non-Rep General Wage Increase	0.0	167	0	167
7. WFSE Orca Transit Pass	0.0	78	0	78
Policy -- Comp Total	0.0	4,138	0	4,138
Total Policy Changes	0.0	4,256	0	4,256
2017-19 Policy Level	318.1	31,178	97,328	128,506
Difference from 2015-17	0.0	4,959	-1,163	3,796
% Change from 2015-17	0.0%	18.9%	-1.2%	3.0%

POLICY CHANGES

1. Lease Adjustments > 20,000 sq ft.

Funding is provided for the ongoing cost of new leases that are necessary to support the DSHS Leased Facilities Strategic Plan. (General Fund-State)

Agency 300

Department of Social and Health Services
Vocational Rehabilitation
Recommendation Summary

2. Facilities One-Time Costs

Funding is provided for one-time relocation and project costs to support the DSHS Leased Facilities Strategic Plan. (General Fund-State)

3. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

4. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State)

5. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

6. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State)

7. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State)

HUMAN SERVICES - DSHS

Agency 300

**Department of Social and Health Services
Administration and Supporting Services
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	569.1	68,740	41,807	110,547
2017-19 Maintenance Level	586.1	70,751	42,459	113,210
Difference from 2015-17	17.0	2,011	652	2,663
% Change from 2015-17	3.0%	2.9%	1.6%	2.4%
Policy Other Changes:				
1. Transfer Admin Support for CA	0.0	-5,458	-3,639	-9,097
2. CA Transfer Cost Differential	0.0	4,345	0	4,345
3. BH: WSH Time Leave & Attendance	1.0	5,723	1,256	6,979
4. Interpreter Collective Bargaining	0.0	167	167	334
5. Facilities One-Time Costs	0.0	5	1	6
6. Washington Mentors Program	0.0	400	0	400
Policy -- Other Total	1.0	5,182	-2,215	2,967
Policy Comp Changes:				
7. State Public Employee Benefits Rate	0.0	900	194	1,094
8. WFSE General Government	0.0	742	156	898
9. State Represented Emp Benefits Rate	0.0	378	79	457
10. Non-Rep General Wage Increase	0.0	2,012	434	2,446
11. WFSE Orca Transit Pass	0.0	2	0	2
12. Orca Transit Pass-Not WFSE	0.0	24	6	30
Policy -- Comp Total	0.0	4,058	869	4,927
Total Policy Changes	1.0	9,240	-1,346	7,894
2017-19 Policy Level	587.1	79,991	41,113	121,104
Difference from 2015-17	18.0	11,251	-694	10,557
% Change from 2015-17	3.2%	16.4%	-1.7%	9.5%

Agency 300

Department of Social and Health Services
Administration and Supporting Services
Recommendation Summary

POLICY CHANGES

1. Transfer Admin Support for CA

Funding which supports administrative functions for the Children's Administration (CA) is transferred to the newly created Department of Children, Youth and Families in fiscal year 2019. (General Fund-State; General Fund-Fam Supt)

2. CA Transfer Cost Differential

The transfer of the Children's Administration (CA) creates a cost differential within the Department of Social and Health Services by reducing the economies of scale for administration and support services. Funding is provided for the backfill. (General Fund-State)

3. BH: WSH Time Leave & Attendance

Western State Hospital (WSH) requires an automated staff scheduling system to ensure the correct staff allocation for each shift time and place. Existing staff management processes are not automated and limit the hospital's ability to schedule staff efficiently and effectively. Funding is provided to replace manual processes with a new integrated scheduling, time, and leave system that will standardize and modernize staffing management processes and maximize staff time spent providing direct care. This item is part of the Governor's statewide behavioral health reform package. (General Fund-State; General Fund-Federal)

4. Interpreter Collective Bargaining

Funding is adjusted for interpreter services based upon the interpreter collective bargaining agreement for the 2017-19 biennium. (General Fund-State; General Fund-Medicaid)

5. Facilities One-Time Costs

Funding is provided for one-time relocation and project costs to support the DSHS Leased Facilities Strategic Plan. (General Fund-State; General Fund-Medicaid)

6. Washington Mentors Program

Funding is provided to expand the Washington Mentors Program, which uses state funds and private donations to find and partner mentors with at-risk youth. (General Fund-State)

**Department of Social and Health Services
Administration and Supporting Services
Recommendation Summary**

7. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal)

8. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal)

9. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal)

10. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal)

11. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State)

12. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal)

Agency 300

Department of Social and Health Services
Special Commitment Center
Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	402.8	80,313	0	80,313
2017-19 Maintenance Level	428.6	85,468	0	85,468
Difference from 2015-17	25.8	5,155	0	5,155
% Change from 2015-17	6.4%	6.4%		6.4%
Policy Other Changes:				
1. Community Placement Expansion	5.0	748	0	748
Policy -- Other Total	5.0	748	0	748
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	85	0	85
3. WFSE General Government	0.0	5,231	0	5,231
4. State Represented Emp Benefits Rate	0.0	1,186	0	1,186
5. The Coalition of Unions Agreement	0.0	77	0	77
6. Non-Rep General Wage Increase	0.0	215	0	215
7. WFSE Orca Transit Pass	0.0	10	0	10
8. Gen Govt SEIU 1199 Agreement	0.0	481	0	481
Policy -- Comp Total	0.0	7,285	0	7,285
Total Policy Changes	5.0	8,033	0	8,033
2017-19 Policy Level	433.6	93,501	0	93,501
Difference from 2015-17	30.8	13,188	0	13,188
% Change from 2015-17	7.6%	16.4%		16.4%

POLICY CHANGES**1. Community Placement Expansion**

To accommodate an increase in court-ordered community placements, funding is provided for five residential counselors to support the successful transition of residents and to comply with mandated resident escort requirements in Chapter 71.09 RCW. (General Fund-State)

Department of Social and Health Services
Special Commitment Center
Recommendation Summary

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

3. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State)

4. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

5. The Coalition of Unions Agreement

Funding is provided for a collective bargaining agreement with the Coalition of Unions (Coalition) which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State)

6. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State)

7. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State)

8. Gen Govt SEIU 1199 Agreement

Funding is provided for a collective bargaining agreement with Service Employees International Union – Healthcare (SEIU), which includes salary adjustments for targeted classifications and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State)

Agency 300

Department of Social and Health Services
Payments to Other Agencies
Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	149,674	58,973	208,647
2017-19 Maintenance Level	0.0	157,522	67,371	224,893
Difference from 2015-17	0.0	7,848	8,398	16,246
% Change from 2015-17		5.2%	14.2%	7.8%
Policy Other Changes:				
1. Lease Renewals Reduction	0.0	-1,494	-806	-2,300
Policy -- Other Total	0.0	-1,494	-806	-2,300
Policy Central Services Changes:				
2. Archives/Records Management	0.0	50	22	72
3. Audit Services	0.0	17	10	27
4. Legal Services	0.0	3,984	1,686	5,670
5. Administrative Hearings	0.0	107	138	245
6. CTS Central Services	0.0	1,429	775	2,204
7. DES Central Services	0.0	1,978	851	2,829
8. OFM Central Services	0.0	92	-91	1
Policy -- Central Svcs Total	0.0	7,657	3,391	11,048
Total Policy Changes	0.0	6,163	2,585	8,748
2017-19 Policy Level	0.0	163,685	69,956	233,641
Difference from 2015-17	0.0	14,011	10,983	24,994
% Change from 2015-17		9.4%	18.6%	12.0%

Agency 300

**Department of Social and Health Services
Payments to Other Agencies
Recommendation Summary**

POLICY CHANGES

1. Lease Renewals Reduction

The department purchases real estate services, including new lease negotiations and lease renewals, from the Department of Enterprise Services (DES). Due to a change in DES's funding structure, the department will no longer need to purchase lease renewal services through this interagency agreement. Lease renewal services will be funded via the central service allocation for real estate services, consistent with all other state agencies. This change will not affect the level of service the department receives from DES Real Estate Services. (General Fund-State; General Fund-Medicaid)

2. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State; General Fund-Federal)

3. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-State; General Fund-Federal)

4. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; General Fund-Federal)

5. Administrative Hearings

Agency budgets are adjusted to reflect each agency's anticipated share of charges for administrative hearings. (General Fund-State; General Fund-Federal)

6. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; General Fund-Federal)

Agency 300

Department of Social and Health Services
Payments to Other Agencies
Recommendation Summary

7. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; General Fund-Federal)

8. OFM Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Office of Financial Management (OFM) for the One Washington project and support for OFM's enterprise applications. (General Fund-State; General Fund-Federal)

HUMAN SERVICES - DSHS

Agency 300

Department of Social and Health Services Information System Services Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	140.9	0	0	0
2017-19 Maintenance Level	139.8	0	0	0
Difference from 2015-17	-1.1	0	0	0
% Change from 2015-17	-0.8%			
2017-19 Policy Level	139.8	0	0	0
Difference from 2015-17	-1.1	0	0	0
% Change from 2015-17	-0.8%			

Agency 300

**Department of Social and Health Services
Consolidated Field Services
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	542.6	0	0	0
2017-19 Maintenance Level	179.4	0	0	0
Difference from 2015-17	-363.2	0	0	0
% Change from 2015-17	-66.9%			
2017-19 Policy Level	179.4	0	0	0
Difference from 2015-17	-363.2	0	0	0
% Change from 2015-17	-66.9%			

Agency 107

Washington State Health Care Authority Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	1,178.4	4,016,072	12,537,433	16,553,505
2017-19 Maintenance Level	1,131.2	4,448,058	13,121,620	17,569,678
Difference from 2015-17	-47.3	431,986	584,187	1,016,173
% Change from 2015-17	-4.0%	10.8%	4.7%	6.1%
Policy Other Changes:				
1. Healthier WA Savings Restoration	0.0	61,028	75,894	136,922
2. Hepatitis C Treatment Costs	0.0	41,069	131,768	172,837
3. Medicaid Transformation Waiver	23.0	0	447,717	447,717
4. ACA Employer Shared Responsibility	2.0	0	472	472
5. GASB 75 Requirement Compliance	0.0	0	550	550
6. Administrative Cost Adjustment	0.0	0	-6,122	-6,122
7. Pain Management Call Center	0.0	676	678	1,354
8. Nurse Case Managers	0.0	900	1,058	1,958
9. PEBB Pay 1 System	0.0	0	540	540
10. UMP Third Party Admin Procurement	0.0	0	5,947	5,947
11. BH: Financial Risk Model	0.5	140	140	280
12. BH: Inpatient Psychiatric Increase	0.0	9,898	18,652	28,550
13. Community Health Centers I-502	0.0	-10,606	10,606	0
14. Substance Abuse Treatment I-502	0.0	1,400	-1,400	0
15. HBE Infrastructure Replacement	0.0	0	4,254	4,254
16. HPF Operational Improvements	0.0	0	4,012	4,012
17. HBE Outreach and Marketing Funding	0.0	0	3,000	3,000
18. Managed Care Staff Reduction	-10.0	-804	-804	-1,608
19. Hospital-Based Clinic Rate	0.0	-20,833	-21,478	-42,311
Policy -- Other Total	15.5	82,868	675,484	758,352
Policy Comp Changes:				
20. PEBB Rate Update	0.0	0	912	912
21. State Public Employee Benefits Rate	0.0	503	1,025	1,528
22. WFSE General Government	0.0	1,029	1,909	2,938

HUMAN SERVICES - OTHER

Agency 107

Washington State Health Care Authority Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
23. State Represented Emp Benefits Rate	0.0	553	1,026	1,579
24. Interpreter Collective Bargaining	0.0	722	1,090	1,812
25. Non-Rep General Wage Increase	0.0	1,135	2,319	3,454
26. Non-Rep Targeted Pay Increases	0.0	289	990	1,279
Policy -- Comp Total	0.0	4,231	9,271	13,502
Policy Transfer Changes:				
27. BH: Integration Transfer	106.9	954,317	1,669,774	2,624,091
Policy -- Transfer Total	106.9	954,317	1,669,774	2,624,091
Policy Central Services Changes:				
28. Archives/Records Management	0.0	2	2	4
29. Audit Services	0.0	8	11	19
30. Legal Services	0.0	19	41	60
31. Administrative Hearings	0.0	34	31	65
32. CTS Central Services	0.0	29	41	70
33. DES Central Services	0.0	55	76	131
Policy -- Central Svcs Total	0.0	147	202	349
Total Policy Changes	122.4	1,041,563	2,354,731	3,396,294
2017-19 Policy Level	1,253.6	5,489,621	15,476,351	20,965,972
Difference from 2015-17	75.2	1,473,549	2,938,918	4,412,467
% Change from 2015-17	6.4%	36.7%	23.4%	26.7%

POLICY CHANGES

1. Healthier WA Savings Restoration

Healthier Washington is a project that allows the Health Care Authority and the Department of Social and Health Services to establish integrated clinical models of physical and behavioral health care, thereby improving the effectiveness of health care purchasing and transforming the health care delivery system. As a result of delayed efforts to integrate clinical models of physical and behavioral health care, savings assumed in the current budget will not be realized this biennium. (General Fund-State; General Fund-Medicaid)

Agency 107

Washington State Health Care Authority Recommendation Summary

2. Hepatitis C Treatment Costs

Funding is provided to expand treatment for Hepatitis C virus (HCV) to Medicaid clients with less severe liver disease whose coverage has been mandated by court order. This will extend HCV treatment to approximately 6,000 additional Medicaid patients with less severe liver disease. (General Fund-State; General Fund-Medicaid)

3. Medicaid Transformation Waiver

Funding is provided to align with projected expenditures under the Medicaid Transformation Waiver expected to be approved by the federal Centers for Medicare and Medicaid Services (CMS). The waiver's three initiatives fund (1) incentive-based payments for transformation projects designed to achieve sustainable goals of better care, better health and lower cost for the state's Medicaid population; (2) new services and supports for family caregivers that help people stay at home and avoid the need for more intensive services; and (3) supportive housing and supported employment services for those who are most vulnerable and have complex care needs. (General Fund-Federal; General Fund-Local)

4. ACA Employer Shared Responsibility

The federal Affordable Care Act requires reports on the Employer Shared Responsibility provision of Internal Revenue Code (IRC) §6056. The Health Care Authority (HCA) is the designated reporting entity for state agencies, commodity commissions, community and technical colleges, and state universities, as well as for self-funded group health plan reporting under IRC §6055 for the Uniform Medical Plans. Initial reporting has been accomplished on an ad-hoc basis using existing systems and resources, in order to meet immediate needs. The information technology (IT) systems that provide the data to HCA were not designed to provide the information required by the federal government. The temporary solution is labor intensive and provides opportunities for errors. This funding provides for IT staff to stabilize and improve the collection of data required for reports to the Internal Revenue Service. (St Health Care Authority Admin Account-State)

5. GASB 75 Requirement Compliance

HCA will comply with a new financial reporting requirement by contracting for testing and auditing. The census reporting and auditing is mandated by the Governmental Accounting Standards Board (GASB) Statement 75- Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB). This requires the HCA, in cooperation with the Office of the State Actuary, to annually calculate and disseminate to all Public Employee Benefits Board (PEBB) employer groups their OPEB liability. (St Health Care Authority Admin Account-State)

6. Administrative Cost Adjustment

Funding for administrative costs of the PEBB program is reduced to the level of fiscal year 2015, adjusted for subsequent budget actions and policy initiatives. (St Health Care Authority Admin Account-State)

Washington State Health Care Authority Recommendation Summary

7. Pain Management Call Center

Funding is provided for a telephonic clinical consultation line for supporting primary care providers regarding pain medication management and medication-assisted treatment for Medicaid clients. (General Fund-State; General Fund-Medicaid)

8. Nurse Case Managers

Funding is provided to hire nurse case managers to coordinate medically assisted treatment and movement to health homes for those being treated for opioid use disorder. (General Fund-State; General Fund-Medicaid)

9. PEBB Pay 1 System

HCA, in consultation with One Washington in the Office of Financial Management, the Office of the Chief Information Officer, and other state agencies with statewide payroll or benefit systems, will prepare a report on options for the replacement of the Pay1 IT system, to be completed by September 30, 2018. The report is to evaluate the potential costs, benefits and feasibility of integrating the functions currently performed by Pay 1 into an existing or new statewide system, as well for a stand-alone system. The report is also to update the business and system requirements documents previously developed for a Pay 1 replacement system. (St Health Care Authority Admin Account-State)

10. UMP Third Party Admin Procurement

This item provides resources for projected costs to procure and implement a new Uniform Medical Plan (UMP) third party administrator (TPA) vendor. The effective date of the contract will be January 1, 2018, and administrative services will begin on January 1, 2020. (Uniform Medical Plan Benefits Administration Account-Non-Appr)

11. BH: Financial Risk Model

Funding is provided for the department to create a financial risk model for managed care covering full financial risk of inpatient psychiatric commitments. This item is part of the Governor's statewide behavioral health reform package. (General Fund-State; General Fund-Medicaid)

12. BH: Inpatient Psychiatric Increase

Funding is adjusted to provide a 50 percent rate increase for inpatient psychiatry treatment. This item is part of the Governor's statewide behavioral health reform package. (General Fund-State; General Fund-Medicaid)

13. Community Health Centers I-502

Funding is adjusted to comply with expenditure requirements in RCW 69.50.540. (General Fund-State; Dedicated Marijuana Account-State)

Agency 107

Washington State Health Care Authority Recommendation Summary

14. Substance Abuse Treatment I-502

Funding is adjusted to comply with expenditure requirements in RCW 69.50.540. (General Fund-State; Dedicated Marijuana Account-State)

15. HBE Infrastructure Replacement

Funding is provided to replace the original servers and data storage hardware that host Healthplanfinder (HPF), as well as a security upgrade in anticipation of the new servers. HPF processes eligibility and enrollment data for more than 1.7 million Washington residents each year. (General Fund-Federal; General Fund-Medicaid; Health Benefit Exchange Account-State)

16. HPF Operational Improvements

The Health Benefit Exchange operates the Washington Healthplanfinder (HPF), an online portal that will be used to obtain qualified health plans (QHPs) and Medicaid coverage by more than 1.8 million Washington residents in the 2017-19 biennium. Funding is provided to maintain twice yearly updates to HPF that maintain state and federal eligibility rules, as well as to improve customer experience for QHP and Medicaid enrollees. (General Fund-Federal; General Fund-Medicaid; Health Benefit Exchange Account-State)

17. HBE Outreach and Marketing Funding

Funding is provided for outreach and marketing to potential qualified health plan (QHP) enrollees in order to retain and grow the number of QHP enrollees while reducing uninsured rates. (General Fund-Federal; General Fund-Medicaid; Health Benefit Exchange Account-State)

18. Managed Care Staff Reduction

Third party liability has been handled by HCA staff who recapture funds that should have been covered by Medicaid patients' other insurance coverage. This program will be handled through managed care beginning in January 2017. Funding is reduced to reflect a decreased staffing need related to this transition to managed care. (General Fund-State; General Fund-Medicaid)

19. Hospital-Based Clinic Rate

The Center for Medicare and Medicaid Services (CMS) has announced that it will no longer pay facility fees for Medicare clients who are treated in hospital-based clinics. This change, effective January 2017, does not affect clinics which existed before November 2015. Funding is adjusted to adopt this rule for Medicaid clients treated in all hospital-based clinics, regardless of when the clinic was established. (General Fund-State; General Fund-Medicaid)

Washington State Health Care Authority Recommendation Summary

20. PEBB Rate Update

While Health Benefit Exchange (HBE) employees are not public employees, they receive public employee benefits through the Public Employees Benefits Board (PEBB). Funding is provided to continue coverage at the new benefit rates for fiscal year 2018 and fiscal year 2019. (General Fund-Medicaid; Health Benefit Exchange Account-State)

21. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Medicaid; Flexible Spending Administrative Account-Non-Appr; other accounts)

22. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Medicaid; Medicaid Fraud Penalty Account-State; other accounts)

23. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Medicaid; Medicaid Fraud Penalty Account-State; other accounts)

24. Interpreter Collective Bargaining

Funding is adjusted for interpreter services based upon the interpreter collective bargaining agreement for the 2017-19 biennium. (General Fund-State; General Fund-Medicaid)

25. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; Flexible Spending Administrative Account-Non-Appr; other accounts)

Agency 107

Washington State Health Care Authority Recommendation Summary

26. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; General Fund-Medicaid; Medicaid Fraud Penalty Account-State; other accounts)

27. BH: Integration Transfer

Chapter 225, Laws of 2014 requires the Health Care Authority (HCA) and Department of Social and Health Services (DSHS) to fully integrate physical health care and behavioral health care services to Medicaid clients by January 1, 2020. As part of the second phase of behavioral health integration, all community mental health and substance use disorder programs are transferred from DSHS to HCA, with the exception of the Licensing and Certification Program which will transfer to the Department of Health (DOH). In total, 161 staff and \$2.6 billion total funds (\$956 million General Fund-State) will move out of DSHS to HCA and DOH. This whole-person approach to managed care offers better coordinated care and consolidates the payment and delivery of physical and behavioral health services for individuals enrolled in Medicaid. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

28. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State; General Fund-Medicaid)

29. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-State; General Fund-Medicaid; St Health Care Authority Admin Account-State)

30. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; General Fund-Medicaid; St Health Care Authority Admin Account-State)

31. Administrative Hearings

Agency budgets are adjusted to reflect each agency's anticipated share of charges for administrative hearings. (General Fund-State; General Fund-Medicaid; St Health Care Authority Admin Account-State)

32. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; General Fund-Medicaid; St Health Care Authority Admin Account-State)

33. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; General Fund-Medicaid; St Health Care Authority Admin Account-State)

HUMAN SERVICES - OTHER

Agency 120

Human Rights Commission Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	34.2	4,183	2,307	6,490
2017-19 Maintenance Level	34.2	4,538	2,354	6,892
Difference from 2015-17	0.0	355	47	402
% Change from 2015-17	0.0%	8.5%	2.0%	6.2%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	16	6	22
2. WFSE General Government	0.0	51	49	100
3. State Represented Emp Benefits Rate	0.0	29	27	56
4. Non-Rep General Wage Increase	0.0	36	18	54
5. WFSE Orca Transit Pass	0.0	2	2	4
Policy -- Comp Total	0.0	134	102	236
Policy Central Services Changes:				
6. Legal Services	0.0	6	0	6
7. CTS Central Services	0.0	15	0	15
8. DES Central Services	0.0	11	0	11
9. Human Resource Services	0.0	64	0	64
Policy -- Central Svcs Total	0.0	96	0	96
Total Policy Changes	0.0	230	102	332
2017-19 Policy Level	34.2	4,768	2,456	7,224
Difference from 2015-17	0.0	585	149	734
% Change from 2015-17	0.0%	14.0%	6.5%	11.3%

Agency 120

Human Rights Commission Recommendation Summary

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal)

2. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal)

3. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal)

4. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal)

5. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal)

6. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State)

Agency 120

Human Rights Commission Recommendation Summary

7. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

8. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

9. Human Resource Services

The Human Rights Commission will purchase essential human resource services from the Department of Enterprise Services. Services include consultation and support for labor relations, performance management, classification, workforce management and recruitment. (General Fund-State)

Agency 190

Board of Industrial Insurance Appeals Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	161.0	0	41,738	41,738
2017-19 Maintenance Level	164.0	0	43,284	43,284
Difference from 2015-17	3.0	0	1,546	1,546
% Change from 2015-17	1.9%		3.7%	3.7%
Policy Other Changes:				
1. Court Reporter Rate Increase	0.0	0	136	136
Policy -- Other Total	0.0	0	136	136
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	0	64	64
3. WFSE General Government	0.0	0	308	308
4. State Represented Emp Benefits Rate	0.0	0	366	366
5. The Coalition of Unions Agreement	0.0	0	1,184	1,184
6. Non-Rep General Wage Increase	0.0	0	198	198
7. WFSE Orca Transit Pass	0.0	0	8	8
8. Orca Transit Pass-Not WFSE	0.0	0	24	24
Policy -- Comp Total	0.0	0	2,152	2,152
Policy Central Services Changes:				
9. Archives/Records Management	0.0	0	2	2
10. Legal Services	0.0	0	2	2
11. CTS Central Services	0.0	0	48	48
12. DES Central Services	0.0	0	22	22
Policy -- Central Svcs Total	0.0	0	74	74
Total Policy Changes	0.0	0	2,362	2,362
2017-19 Policy Level	164.0	0	45,646	45,646
Difference from 2015-17	3.0	0	3,908	3,908
% Change from 2015-17	1.9%		9.4%	9.4%

Board of Industrial Insurance Appeals Recommendation Summary

POLICY CHANGES

1. Court Reporter Rate Increase

Hearings before the Board of Industrial Insurance Appeals (BIIA) are required by law to be reported verbatim and transcribed. The BIIA record forms the basis for all subsequent levels of appellate review. The BIIA has a court reporting contract which was competitively bid and awarded for a five-year term ending June 30, 2020. During the 2017-19 biennium, the terms of the contract include a rate increase of approximately 5 percent. The BIIA currently spends approximately \$1.35 million per year through this contract. This item provides additional funding in the amount of \$68,000 annually for the contractual rate increase. (Accident Account-State; Medical Aid Account-State)

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Accident Account-State; Medical Aid Account-State)

3. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Accident Account-State; Medical Aid Account-State)

4. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Accident Account-State; Medical Aid Account-State)

5. The Coalition of Unions Agreement

Funding is provided for a collective bargaining agreement with the Coalition of Unions (Coalition) which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Accident Account-State; Medical Aid Account-State)

Agency 190

Board of Industrial Insurance Appeals Recommendation Summary

6. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Accident Account-State; Medical Aid Account-State)

7. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (Accident Account-State; Medical Aid Account-State)

8. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Accident Account-State; Medical Aid Account-State)

9. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (Accident Account-State; Medical Aid Account-State)

10. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Accident Account-State; Medical Aid Account-State)

11. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Accident Account-State; Medical Aid Account-State)

12. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Accident Account-State; Medical Aid Account-State)

HUMAN SERVICES - OTHER

Agency 227

WA State Criminal Justice Training Commission Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	40.4	36,539	13,051	49,590
2017-19 Maintenance Level	47.0	35,232	12,866	48,098
Difference from 2015-17	6.6	-1,307	-185	-1,492
% Change from 2015-17	16.3%	-3.6%	-1.4%	-3.0%
Policy Other Changes:				
1. Basic Law Enforcement Academy FTEs	2.0	0	0	0
2. Basic Law Enforcement Academy	0.0	1,712	3,224	4,936
3. Prosecutor Training	0.0	90	0	90
Policy -- Other Total	2.0	1,802	3,224	5,026
Policy Comp Changes:				
4. State Public Employee Benefits Rate	0.0	48	3	51
5. WFSE General Government	0.0	124	0	124
6. State Represented Emp Benefits Rate	0.0	75	0	75
7. Non-Rep General Wage Increase	0.0	130	6	136
8. WFSE Orca Transit Pass	0.0	26	0	26
9. Orca Transit Pass-Not WFSE	0.0	16	0	16
Policy -- Comp Total	0.0	419	9	428
Policy Central Services Changes:				
10. Legal Services	0.0	6	0	6
11. CTS Central Services	0.0	22	0	22
12. DES Central Services	0.0	18	0	18
Policy -- Central Svcs Total	0.0	46	0	46
Total Policy Changes	2.0	2,267	3,233	5,500
2017-19 Policy Level	49.0	37,499	16,099	53,598
Difference from 2015-17	8.6	960	3,048	4,008
% Change from 2015-17	21.3%	2.6%	23.4%	8.1%

Agency 227

WA State Criminal Justice Training Commission Recommendation Summary

POLICY CHANGES

1. Basic Law Enforcement Academy FTEs

Authority is provided to shift two contracted Basic Law Enforcement Academy (BLEA) staff to state FTEs to create savings.

2. Basic Law Enforcement Academy

Funding is provided for four additional BLEA classes each fiscal year. Additional local authority is provided for up to four additional classes if reimbursed by local law enforcement. (General Fund-State; General Fund-Local)

3. Prosecutor Training

Additional funding is provided for mandatory continuing legal education training for prosecuting attorneys statewide provided by the Washington Association of Prosecuting Attorneys. (General Fund-State)

4. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Local)

5. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State)

6. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

WA State Criminal Justice Training Commission Recommendation Summary

7. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Local)

8. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State)

9. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State)

10. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State)

11. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

12. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 235

Department of Labor and Industries

Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	2,890.9	33,918	681,016	714,934
2017-19 Maintenance Level	2,938.3	34,552	698,867	733,419
Difference from 2015-17	47.4	634	17,851	18,485
% Change from 2015-17	1.6%	1.9%	2.6%	2.6%
Policy Other Changes:				
1. Business Transformation	23.3	0	16,663	16,663
2. Enhancing Claims Management	11.1	0	3,809	3,809
3. Conveyance Management System	1.9	1,074	71	1,145
4. Improving Language Access	4.8	0	2,173	2,173
5. Self-Insurance Program	4.2	0	1,057	1,057
6. Dedicated Account	0.0	-19,128	19,128	0
7. Apprenticeship Expansion Grant	0.0	0	1,670	1,670
8. Facility Debt Service	0.0	0	1,750	1,750
9. Technology Apprenticeships	0.0	0	4,000	4,000
10. Network Infrastructure	2.1	0	4,036	4,036
11. Relocate Field Offices	2.1	0	1,121	1,121
12. Apprenticeship Premium	0.0	0	272	272
13. Workplace Safety and Health	11.2	0	2,747	2,747
Policy -- Other Total	60.5	-18,054	58,497	40,443
Policy Comp Changes:				
14. State Public Employee Benefits Rate	0.0	14	511	525
15. WFSE General Government	0.0	639	21,650	22,289
16. State Represented Emp Benefits Rate	0.0	318	6,988	7,306
17. The Coalition of Unions Agreement	0.0	203	981	1,184
18. Non-Rep General Wage Increase	0.0	43	1,503	1,546
19. WFSE Orca Transit Pass	0.0	12	170	182
20. Orca Transit Pass-Not WFSE	0.0	6	30	36
Policy -- Comp Total	0.0	1,235	31,833	33,068

HUMAN SERVICES - OTHER

Agency 235

Department of Labor and Industries Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
Policy Central Services Changes:				
21. Archives/Records Management	0.0	0	17	17
22. Audit Services	0.0	0	4	4
23. Legal Services	0.0	9	694	703
24. Administrative Hearings	0.0	3	11	14
25. CTS Central Services	0.0	3	280	283
26. DES Central Services	0.0	3	358	361
27. OFM Central Services	0.0	0	-1	-1
Policy -- Central Svcs Total	0.0	18	1,363	1,381
Total Policy Changes	60.5	-16,801	91,693	74,892
2017-19 Policy Level	2,998.8	17,751	790,560	808,311
Difference from 2015-17	107.9	-16,167	109,544	93,377
% Change from 2015-17	3.7%	-47.7%	16.1%	13.1%

POLICY CHANGES

1. Business Transformation

The Department of Labor & Industries' (L&I) efforts to streamline and modernize operations and to deliver responsive customer service are being hamstrung by inflexible, outdated technology. Despite numerous process improvements that will help save hundreds of millions of dollars, the agency's aging technology systems often pose a roadblock to further progress, and it is getting harder to find job candidates trained in the programming languages that support these applications. L&I is proposing to replace its website and provider credentialing system, and to take the next steps toward creating a modern, integrated technology infrastructure to flexibly support customer needs far into the future. (Accident Account-State; Medical Aid Account-State)

2. Enhancing Claims Management

Funding is provided to fully implement the recommendations of the Joint Legislative Audit & Review Committee aimed at improving outcomes for injured workers while also reducing workers' compensation costs. L&I must reduce claim managers' caseloads and improve the current training program to better enable them to strategically recognize, triage and resolve claims that have a high risk of long-term disability. (Accident Account-State; Medical Aid Account-State)

Agency 235

Department of Labor and Industries

Recommendation Summary

3. Conveyance Management System

Funding to replace the Elevator Program's failing Conveyance Management System is provided. This computer system is used for managing customer accounts, issuing invoices and permits, storing inspection and violation records and scheduling inspections. Without a replacement, the instability of the existing system will increasingly result in delays for building owners and contractors. (General Fund-State; Accident Account-State; Medical Aid Account-State)

4. Improving Language Access

Washington is home to many workers with limited English proficiency. L&I is currently seeking approval for its language access plan from the U.S. Department of Justice and the U.S. Department of Labor. Failure to comply with the plan once approved could jeopardize L&I's federal funding. To improve access to services for customers with limited English proficiency, L&I will hire 4.8 FTE staff to improve multilingual services and support through language-access specialists and worker advocates. (Accident Account-State; Medical Aid Account-State)

5. Self-Insurance Program

Chapter 177, Laws of 2015 allows L&I to use non-appropriated funds for administrative costs on one-time projects requested by self-insured employers. As part of this process, L&I has been approved to fund the Self-Insurance Risk Analysis System (SIRAS). The project is estimated to cost \$2.35 million in the 2015-17 biennium. Ongoing funds are provided to cover ongoing administrative maintenance costs for future biennia. Funding is also provided to expand community outreach and respond to increased volume in the Ombuds Office. (Accident Account-State; Medical Aid Account-State)

6. Dedicated Account

Funding for the Elevator, Contractor Registration, and Factory Assembled Structure programs within L&I are transferred to a newly created dedicated account (Construction Registration Inspection Account). Transferring these programs from the General Fund-State to their own dedicated account provides greater stability for the services provided. (General Fund-State; Construction Registration Inspection Account-State)

7. Apprenticeship Expansion Grant

Federal expenditure authority is granted in fiscal years 2017 and 2018 for the ApprenticeshipUSA State Expansion Grant. L&I is expected to register new apprentices in the areas of health care, education, construction industries and advanced manufacturing. The effort is intended to target women, veterans, youth, low-income individuals, people with disabilities and people of color. (Accident Account-Federal; Medical Aid Account-Federal)

8. Facility Debt Service

Debt service funding is provided for the capital construction of the L&I laboratory and training facility in the amount of \$12.7 million over 20 years. (Accident Account-State; Medical Aid Account-State)

Department of Labor and Industries Recommendation Summary

9. Technology Apprenticeships

L&I is currently the recipient of multiple federal grants aimed at expanding technology apprenticeships. These federal grants fund the administration of the apprenticeship programs but do not cover apprenticeship classroom training. L&I will work with the Washington Technology Industry Association to pay for the required supplemental instruction that is not currently covered by the federal grant. (Accident Account-State; Medical Aid Account-State)

10. Network Infrastructure

L&I's network systems are used daily to support every aspect of the agency's business. Typically, equipment has a "life cycle" and is replaced every 4-5 years. When a component currently reaches the end of its life, L&I must re-prioritize spending to replace the item. Often, funds are not available, resulting in equipment staying in service long past its useful or designed life. L&I will place the agency's network infrastructure on a "life cycle" replacement schedule. Funding is also provided to cover the cost of the agency's disaster recovery service. (Accident Account-State; Medical Aid Account-State)

11. Relocate Field Offices

Funding is provided to close one field office and relocate three others. The Seattle office would close in response to safety issues, high lease costs, parking limitations and declining customer traffic, among other concerns. The Bremerton, Port Angeles and Yakima facilities would be relocated due to poor maintenance, safety concerns and other problems the landlords are unwilling to address. (Accident Account-State; Medical Aid Account-State)

12. Apprenticeship Premium

L&I covers the cost of industrial insurance premiums for apprentices while they are participating in unpaid, supervised classroom instruction. Employers cover the cost of industrial insurance premiums during the time that apprentices are in on-the-job training. L&I estimates that it will incur \$715,000 in expenditures for the 2017-19 biennium based on the current trends. The agency currently sets aside \$443,000 for this activity. Funding is provided for the anticipated shortfall of \$272,000 in the next biennium. (Accident Account-State; Medical Aid Account-State)

13. Workplace Safety and Health

Employers that receive inspections or voluntary consultations by the Division of Occupational Safety & Health (DOSH) have lower incidence of workers' compensation claims which suggests those workplaces are safer. The number of DOSH inspectors and consultants began to decline before the recession and has not increased even though the economy has largely rebounded. To meet inspection demand and increase the number of voluntary consultations, L&I will phase in the hiring of 16 FTE staff over the 2017-19 biennium. With increased staff, L&I expects to complete 540 more preventative inspections and 144 more voluntary consultations per year. (Accident Account-State; Medical Aid Account-State)

Agency 235

Department of Labor and Industries

Recommendation Summary

14. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Electrical License Account-State; Public Works Administration Account-State; other accounts)

15. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; Asbestos Account-State; Electrical License Account-State; other accounts)

16. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Asbestos Account-State; Electrical License Account-State; other accounts)

17. The Coalition of Unions Agreement

Funding is provided for a collective bargaining agreement with the Coalition of Unions (Coalition) which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; Electrical License Account-State; Public Works Administration Account-State; other accounts)

18. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; Electrical License Account-State; Public Works Administration Account-State; other accounts)

**Department of Labor and Industries
Recommendation Summary**

19. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State; Electrical License Account-State; Public Works Administration Account-State; other accounts)

20. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State; Electrical License Account-State; Accident Account-State; other accounts)

21. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (Accident Account-State; Medical Aid Account-State)

22. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (Accident Account-State; Medical Aid Account-State)

23. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; Electrical License Account-State; Public Works Administration Account-State; other accounts)

24. Administrative Hearings

Agency budgets are adjusted to reflect each agency's anticipated share of charges for administrative hearings. (General Fund-State; Electrical License Account-State; Accident Account-State; other accounts)

25. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Electrical License Account-State; Accident Account-State; other accounts)

Agency 235

Department of Labor and Industries Recommendation Summary

26. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; Electrical License Account-State; Accident Account-State; other accounts)

27. OFM Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Office of Financial Management (OFM) for the One Washington project and support for OFM's enterprise applications. (Accident Account-State)

HUMAN SERVICES - OTHER

Agency 303

Department of Health Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	1,716.9	118,107	1,057,374	1,175,481
2017-19 Maintenance Level	1,729.1	125,731	1,050,413	1,176,144
Difference from 2015-17	12.2	7,624	-6,961	663
% Change from 2015-17	0.7%	6.5%	-0.7%	0.1%
Policy Other Changes:				
1. FPHS Funding for Locals	0.0	20,000	0	20,000
2. FPHS DOH Funding	0.0	3,898	0	3,898
3. Move to State Data Center	2.0	492	0	492
4. Increase Newborn Screening Fee	4.5	0	1,880	1,880
5. Expand HIV Program Eligibility	0.6	0	8,096	8,096
6. Low-Level Radioactive Waste Program	2.4	0	734	734
7. Address Pharmacy Staff Shortages	4.2	0	896	896
8. BH: Integration Transfer	0.0	3,791	3,240	7,031
9. Lead Directive - Community Exposure	4.2	2,397	0	2,397
10. Lead Directive - School Exposure	0.9	3,490	0	3,490
11. Neurodevelopmental Center Reduction	0.0	-1,301	0	-1,301
Policy -- Other Total	18.8	32,767	14,846	47,613
Policy Comp Changes:				
12. State Public Employee Benefits Rate	0.0	204	724	928
13. WFSE General Government	0.0	1,164	6,548	7,712
14. State Represented Emp Benefits Rate	0.0	566	3,140	3,706
15. Non-Rep General Wage Increase	0.0	557	1,926	2,483
16. Non-Rep Targeted Pay Increases	0.0	10	146	156
17. WFSE Orca Transit Pass	0.0	48	106	154
18. Gen Govt SEIU 1199 Agreement	0.0	216	2,463	2,679
19. Orca Transit Pass-Not WFSE	0.0	14	18	32
Policy -- Comp Total	0.0	2,779	15,071	17,850

Agency 303

**Department of Health
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
Policy Central Services Changes:				
20. Archives/Records Management	0.0	3	18	21
21. Audit Services	0.0	1	2	3
22. Legal Services	0.0	13	143	156
23. CTS Central Services	0.0	17	88	105
24. DES Central Services	0.0	32	172	204
Policy -- Central Svcs Total	0.0	66	423	489
Total Policy Changes	18.8	35,612	30,340	65,952
2017-19 Policy Level	1,747.8	161,343	1,080,753	1,242,096
Difference from 2015-17	30.9	43,236	23,379	66,615
% Change from 2015-17	1.8%	36.6%	2.2%	5.7%

POLICY CHANGES

1. FPHS Funding for Locals

Funding is provided to the Department of Health (DOH) to distribute to local health jurisdictions to improve public health's ability to respond to the threat of communicable diseases. (General Fund-State)

2. FPHS DOH Funding

Funding is provided to address shortfalls at the public health laboratory and improve DOH's data collection and analysis capabilities. (General Fund-State)

3. Move to State Data Center

Funding is provided for two staff to help plan and coordinate DOH's 400+ server move into the state data center, which is anticipated to begin in the 2019-21 biennium. (General Fund-State)

4. Increase Newborn Screening Fee

DOH will increase the newborn screening fee by \$10 per baby screened in order to add X-linked adrenoleukodystrophy (X-ALD) to the mandatory newborn screening panel. X-ALD is a deadly genetic disease that affects one in 18,000 boys. Early diagnosis of X-ALD, through newborn screening, is the key to saving lives. Without treatment, most boys with the severe form of X-ALD will die before the age of ten. (General Fund-Local)

Department of Health Recommendation Summary

5. Expand HIV Program Eligibility

DOH will increase financial eligibility requirements and target efforts toward populations with health disparities in the HIV eligibility program. Attracting and retaining more clients in care significantly increases their quality of life and reduces the capacity to transmit the virus. This is a central goal of the End AIDS Washington initiative. (General Fund-Local)

6. Low-Level Radioactive Waste Program

The Department of Health and the Department of Ecology currently share regulatory oversight of the Low-Level Radioactive Waste Disposal Facility at the Hanford Nuclear Reservation. Chapter 19, Laws of 2012 began the process of consolidating regulatory oversight from the Department of Ecology to the Department of Health. This step completes the full transfer of the program. (Site Closure Account-State)

7. Address Pharmacy Staff Shortages

Funding is provided to the Pharmacy Commission for improved research and communication to individual pharmacies regarding the development and implementation of new and changing rules. (Health Professions Account-State)

8. BH: Integration Transfer

As part of behavioral health integration, the Licensing and Certification Program at the Department of Social and Health Services is transferred to the Department of Health (DOH). DOH must license and certify behavioral health treatment programs and regulate treatment agencies providing services for chemical dependency, community mental health and problem and pathological gambling. This item is part of the Governor's statewide behavioral health (BH) reform package. (General Fund-State; General Fund-Federal; General Fund-Local)

9. Lead Directive - Community Exposure

Funding is provided to identify and track children who are at the highest risk of having elevated levels of lead in their blood. (General Fund-State)

10. Lead Directive - School Exposure

Funding is provided to test water fixtures in schools across the state over a three-year period, with an emphasis on testing older schools first. (General Fund-State)

11. Neurodevelopmental Center Reduction

This reduction cuts on average \$40,000 per year in infrastructure funding to 16 neurodevelopmental centers located throughout the state. (General Fund-State)

Agency 303

Department of Health

Recommendation Summary

12. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

13. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

14. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

15. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

16. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; Health Professions Account-State; Safe Drinking Water Account-State)

17. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

**Department of Health
Recommendation Summary**

18. Gen Govt SEIU 1199 Agreement

Funding is provided for a collective bargaining agreement with Service Employees International Union – Healthcare (SEIU), which includes salary adjustments for targeted classifications and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

19. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

20. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

21. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-State; General Fund-Federal; Health Professions Account-State)

22. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

23. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

24. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

Agency 305

Department of Veterans' Affairs Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	771.8	16,956	119,315	136,271
2017-19 Maintenance Level	860.2	17,382	129,223	146,605
Difference from 2015-17	88.4	426	9,908	10,334
% Change from 2015-17	11.5%	2.5%	8.3%	7.6%
Policy Other Changes:				
1. Veterans Conservation Corps	7.8	374	0	374
Policy -- Other Total	7.8	374	0	374
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	185	255	440
3. WFSE General Government	0.0	1,114	4,261	5,375
4. State Represented Emp Benefits Rate	0.0	363	1,246	1,609
5. The Coalition of Unions Agreement	0.0	872	3,821	4,693
6. Non-Rep General Wage Increase	0.0	393	552	945
7. Non-Rep Targeted Pay Increases	0.0	160	680	840
8. Orca Transit Pass-Not WFSE	0.0	2	10	12
Policy -- Comp Total	0.0	3,089	10,825	13,914
Policy Central Services Changes:				
9. Archives/Records Management	0.0	0	3	3
10. Audit Services	0.0	0	1	1
11. Legal Services	0.0	0	1	1
12. CTS Central Services	0.0	20	67	87
13. DES Central Services	0.0	20	67	87
Policy -- Central Svcs Total	0.0	40	139	179
Total Policy Changes	7.8	3,503	10,964	14,467
2017-19 Policy Level	868.0	20,885	140,187	161,072
Difference from 2015-17	96.2	3,929	20,872	24,801
% Change from 2015-17	12.5%	23.2%	17.5%	18.2%

**Department of Veterans' Affairs
Recommendation Summary**

POLICY CHANGES

1. Veterans Conservation Corps

Funding is provided to expand the existing Veterans Conservation Corps (VCC) internship program by 15 more internship opportunities statewide, along with a program manager to oversee the program. VCC interns serve for a season alongside a local natural resource and/or conservation partner, with the expectation of gaining the necessary knowledge, skills and abilities that will support their ecotherapy, educational and employment goals. (General Fund-State)

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

3. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; General Fund-Local)

4. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; General Fund-Local)

Agency 305

Department of Veterans' Affairs Recommendation Summary

5. The Coalition of Unions Agreement

Funding is provided for a collective bargaining agreement with the Coalition of Unions (Coalition) which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; General Fund-Local)

6. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

7. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; General Fund-Federal; General Fund-Local)

8. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Local)

9. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-Federal; General Fund-Local)

10. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-Federal)

11. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-Federal)

Agency 305

**Department of Veterans' Affairs
Recommendation Summary**

12. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; General Fund-Federal; General Fund-Local)

13. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; General Fund-Federal; General Fund-Local)

Agency 310

Department of Corrections Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	8,332.8	1,876,636	19,789	1,896,425
2017-19 Maintenance Level	8,440.0	1,969,813	12,552	1,982,365
Difference from 2015-17	107.2	93,177	-7,237	85,940
% Change from 2015-17	1.3%	5.0%	-36.6%	4.5%
Policy Other Changes:				
1. Concurrent Supervision	-37.0	-5,925	0	-5,925
2. Longview Work Release Operations	17.3	0	0	0
3. Work Release Vendor Rate Increase	0.0	2,918	0	2,918
4. Tenant Improvements	0.0	91	0	91
5. Relocation Costs	0.0	2,211	0	2,211
6. Enterprise Records Staffing	25.0	3,615	0	3,615
7. Prison Staffing Model Review	0.0	500	0	500
8. IT Business Solutions	6.0	2,684	0	2,684
9. Mainframe Move	0.0	-100	0	-100
10. Capital Budget Operating Impact	0.0	121	0	121
11. Security Specialists Backfill	0.0	2,900	-2,900	0
12. Offender Identicards	0.0	313	0	313
13. Bellingham Work Release Expansion	1.5	1,222	0	1,222
14. Hearing Representation	6.0	3,904	0	3,904
15. Allow Earned Time Enhancements	-30.9	-6,346	0	-6,346
Policy -- Other Total	-12.0	8,108	-2,900	5,208
Policy Comp Changes:				
16. State Public Employee Benefits Rate	0.0	4,242	75	4,317
17. WFSE General Government	0.0	16,841	30	16,871
18. State Represented Emp Benefits Rate	0.0	18,585	27	18,612
19. Teamsters Master Agreement	0.0	75,070	182	75,252
20. The Coalition of Unions Agreement	0.0	39	0	39
21. Non-Rep General Wage Increase	0.0	9,010	136	9,146
22. Non-Rep Targeted Pay Increases	0.0	2,487	104	2,591

HUMAN SERVICES - OTHER

Agency 310

Department of Corrections Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
23. WFSE Orca Transit Pass	0.0	206	0	206
24. Orca Transit Pass-Not WFSE	0.0	40	0	40
25. Vacation Leave Chng-Non-represented	0.0	103	0	103
Policy -- Comp Total	0.0	126,623	554	127,177
Policy Central Services Changes:				
26. Archives/Records Management	0.0	22	0	22
27. Audit Services	0.0	2	0	2
28. Legal Services	0.0	157	0	157
29. CTS Central Services	0.0	1,156	0	1,156
30. DES Central Services	0.0	1,246	0	1,246
Policy -- Central Svcs Total	0.0	2,583	0	2,583
Total Policy Changes	-12.0	137,314	-2,346	134,968
2017-19 Policy Level	8,428.0	2,107,127	10,206	2,117,333
Difference from 2015-17	95.2	230,491	-9,583	220,908
% Change from 2015-17	1.1%	12.3%	-48.4%	11.6%

POLICY CHANGES

1. Concurrent Supervision

The community supervision population is reduced by presuming supervision terms are run concurrently, unless expressly ordered by the court to run consecutively. Currently, sentences that have confinement terms that are run consecutively must also have the supervision terms run consecutively. This change would be applied both retrospectively to those offenders currently on supervision, and prospectively to those releasing into supervision. (General Fund-State)

2. Longview Work Release Operations

Funding is provided for 17.3 FTE staff to operate Longview Work Release (WR) as a state-operated facility, effective October 1, after the contracted vendor, Pioneer Human Services, canceled its contract. The Longview WR is a 54-bed facility owned by the Department of Corrections (DOC). No funding is requested as the contract dollars will be repurposed to maintain and operate the facility.

Agency 310

Department of Corrections

Recommendation Summary

3. Work Release Vendor Rate Increase

A 15 percent increase is provided to vendors who operate DOC work release facilities to help cover increased medical and dental coverage, general liability insurance, maintenance, client services and direct raises for their staff. (General Fund-State)

4. Tenant Improvements

One-time funding is provided for tenant improvements to add additional programming space to the Ephrata field office. (General Fund-State)

5. Relocation Costs

One-time funding is provided for five facility relocations and four new sites, including a headquarters satellite office. These facilities are necessary to ensure adequate programming space and a presence in the areas with anticipated caseload growth. (General Fund-State)

6. Enterprise Records Staffing

An additional 25 records staff are provided to ensure that offenders are confined and released as ordered by the court, to screen offenders for supervision, to ensure that offenders are supervised for the correct period of jurisdiction, and to train staff on offender and agency records management. (General Fund-State)

7. Prison Staffing Model Review

Funding is provided for an independent review of the prison staffing models and recommended revisions to sufficiently staff DOC prison facilities. (General Fund-State)

8. IT Business Solutions

Funding and staff are provided to implement the Gartner Assessment recommendations which include: implementing critical information technology (IT) governance, improving service delivery, planning organizational change, enhancing data security and financial management tools, and training IT staff to support DOC's core mission. (General Fund-State)

9. Mainframe Move

DOC has an out-of-date and unsustainable Offender Based Tracking System that is not compatible with DOC's application environment and has a high risk of data corruption. DOC will complete migration off the Washington Technology Solutions mainframe to a sustainable Windows platform with an integrated Offender Management Network Information solution. (General Fund-State)

10. Capital Budget Operating Impact

Funding is provided for anticipated operating impacts related to the Ahtanum View work release expansion project included in the capital budget. (General Fund-State)

Department of Corrections Recommendation Summary

11. Security Specialists Backfill

In the 2011-13 biennium, Auto Theft Prevention funds were provided to fund legislation, which directed DOC to implement the policy recommendations from the National Institute of Corrections' review of prison safety. The bill funded two regional staff counselors and 18 security specialists located at 12 prisons and at headquarters. In order to keep the fund solvent, it is backfilled with General Fund-State. (General Fund-State; Washington Auto Theft Prevention Authority-State)

12. Offender Identcards

Funding is provided for the Department of Corrections (DOC) to contract with the Department of Licensing and to establish a statewide identcard program for incarcerated individuals releasing from DOC facilities. (General Fund-State)

13. Bellingham Work Release Expansion

Funding is provided for the expansion of the Bellingham Work Release (WR) facility by 17 male and three female beds. Focusing on overall prison capacity, WR expansion is part of an overall strategy to increase bed capacity and reentry focus. In June 2016, the Washington State Institute for Public Policy's benefit-cost analysis reported there is a positive net return on investment of \$5,757 per WR participant. (General Fund-State)

14. Hearing Representation

Funding is provided to cover expenses related to attorney representation for offenders at violation hearings. This is constitutionally required per the October 2015 *Grisby v. Herzog* case, which mandates DOC to appoint attorneys for offenders at community custody violation hearings when the offender could be returned to prison. (General Fund-State)

15. Allow Earned Time Enhancements

The prison population is reduced by prospectively allowing earned time credits to be applied to confinement pursuant to a weapons enhancement. Currently, if an offender has a weapons enhancement on one or more counts, the enhancement(s) are served consecutively to one another and consecutive to the underlying sentence. Current law does not allow incarcerated individuals to receive any earned time for the weapons enhancement portion of their sentence, but does allow earned time on the underlying sentence. This change allows earned time on an incarcerated individual's entire sentence, not just a portion of the sentence. The rate of time earned would be consistent to the rate allowed for the underlying sentence. (General Fund-State)

16. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Washington Auto Theft Prevention Authority-State; other accounts)

Agency 310

Department of Corrections

Recommendation Summary

17. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal)

18. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Washington Auto Theft Prevention Authority-State)

19. Teamsters Master Agreement

Funding is provided for a collective bargaining agreement and arbitration award with Teamsters Local Union 117. For employees in the Department of Enterprise Services, this includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; and changes to vacation leave accruals. For Department of Corrections employees, it includes general wage increases of 4.5 percent, 3 percent, and 3 percent, along with targeted increases and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; Washington Auto Theft Prevention Authority-State)

20. The Coalition of Unions Agreement

Funding is provided for a collective bargaining agreement with the Coalition of Unions (Coalition) which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State)

21. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; Washington Auto Theft Prevention Authority-State; other accounts)

**Department of Corrections
Recommendation Summary**

22. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; Washington Auto Theft Prevention Authority-State)

23. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State)

24. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State)

25. Vacation Leave Chng-Non-represented

This item funds the cost of additional overtime or other replacement staff for positions in 24/7 institutions as a result of changes in vacation leave accruals for non-higher education employees who are non-represented. (General Fund-State)

26. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State)

27. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-State)

28. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State)

29. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

30. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 315

Department of Services for the Blind Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	80.0	5,022	25,172	30,194
2017-19 Maintenance Level	80.0	4,946	26,697	31,643
Difference from 2015-17	0.0	-76	1,525	1,449
% Change from 2015-17	0.0%	-1.5%	6.1%	4.8%
Policy Other Changes:				
1. Business Management System	3.5	3,206	0	3,206
Policy -- Other Total	3.5	3,206	0	3,206
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	11	24	35
3. WFSE General Government	0.0	50	441	491
4. State Represented Emp Benefits Rate	0.0	24	152	176
5. Non-Rep General Wage Increase	0.0	29	60	89
6. WFSE Orca Transit Pass	0.0	2	34	36
7. Orca Transit Pass-Not WFSE	0.0	2	4	6
Policy -- Comp Total	0.0	118	715	833
Policy Central Services Changes:				
8. CTS Central Services	0.0	12	54	66
9. DES Central Services	0.0	3	13	16
Policy -- Central Svcs Total	0.0	15	67	82
Total Policy Changes	3.5	3,339	782	4,121
2017-19 Policy Level	83.5	8,285	27,479	35,764
Difference from 2015-17	3.5	3,263	2,307	5,570
% Change from 2015-17	4.4%	65.0%	9.2%	18.4%

Department of Services for the Blind Recommendation Summary

POLICY CHANGES

1. Business Management System

A business management system is a critical component of the Department of Services for the Blind's (DSB) delivery of services. In addition to providing efficient management of participant information, the system supports the agency's compliance with state and federal statutes and provides the data to support funding and reporting. In November 2015, the agency's current business management vendor provided notice that it will no longer support the existing solution. Funding and staff are necessary to contract with a vendor to develop and implement a new system. (General Fund-State)

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Business Enterprises Revolving Account-Non-Appr)

3. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; Business Enterprises Revolving Account-Non-Appr)

4. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Business Enterprises Revolving Account-Non-Appr)

5. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; Business Enterprises Revolving Account-Non-Appr)

Agency 315

Department of Services for the Blind Recommendation Summary

6. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal)

7. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal)

8. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; General Fund-Federal; Business Enterprises Revolving Account-Non-Appr)

9. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; General Fund-Federal; Business Enterprises Revolving Account-Non-Appr)

HUMAN SERVICES - OTHER

Agency 540

Employment Security Department Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	1,519.1	0	626,341	626,341
2017-19 Maintenance Level	1,505.4	0	580,398	580,398
Difference from 2015-17	-13.7	0	-45,943	-45,943
% Change from 2015-17	-0.9%		-7.3%	-7.3%
Policy Other Changes:				
1. Career Advancement - BFET	18.5	0	6,043	6,043
2. Ex-offender Employment	12.0	0	2,561	2,561
3. Relocate WorkSource Office	0.0	0	340	340
4. UTAB Agile Implementation	4.0	0	4,152	4,152
Policy -- Other Total	34.5	0	13,096	13,096
Policy Comp Changes:				
5. State Public Employee Benefits Rate	0.0	0	431	431
6. WFSE General Government	0.0	0	6,490	6,490
7. State Represented Emp Benefits Rate	0.0	0	3,681	3,681
8. Non-Rep General Wage Increase	0.0	0	1,176	1,176
9. WFSE Orca Transit Pass	0.0	0	82	82
10. Orca Transit Pass-Not WFSE	0.0	0	4	4
Policy -- Comp Total	0.0	0	11,864	11,864
Policy Central Services Changes:				
11. Archives/Records Management	0.0	0	7	7
12. Audit Services	0.0	0	7	7
13. Legal Services	0.0	0	41	41
14. Administrative Hearings	0.0	0	146	146
15. CTS Central Services	0.0	0	453	453
16. DES Central Services	0.0	0	224	224
Policy -- Central Svcs Total	0.0	0	878	878
Total Policy Changes	34.5	0	25,838	25,838
2017-19 Policy Level	1,539.9	0	606,236	606,236
Difference from 2015-17	20.8	0	-20,105	-20,105
% Change from 2015-17	1.4%		-3.2%	-3.2%

Agency 540

Employment Security Department Recommendation Summary

POLICY CHANGES

1. Career Advancement - BFET

Employment Security Department (ESD), in coordination with the Department of Social and Health Services and other agencies, is working to cut the number of families living in poverty in half by 2025 – from 458,000 to 229,000. The Basic Food Employment Training (BFET) program provides employment training and support services with the goal of helping basic food clients attain a living wage career. ESD will leverage state funds to maximize federal BFET dollars to expand this program from five locations to all 37 WorkSource offices across the state. (General Fund-Federal; Employment Services Administrative Account-State)

2. Ex-offender Employment

Executive Order 16-05 directs state agencies to implement hiring policies that encourage full workforce participation of motivated and qualified persons with criminal histories. ESD will develop an ex-offender transition model that will allow WorkSource professionals to engage with every transitioning ex-offender, registering them in WorkSourceWA.com and connecting them with their local WorkSource for a warm hand-off before leaving incarceration. (Employment Services Administrative Account-State)

3. Relocate WorkSource Office

ESD will relocate the Rainier WorkSource office in southeast Seattle to Othello Station to facilitate partnerships with DSHS, the Seattle-King County Workforce Development Council, the City of Seattle and other employment partners. (Employment Services Administrative Account-State)

4. UTAB Agile Implementation

The unemployment Tax and Benefits System (UTAB) is the state's new IT system for paying unemployment insurance benefits to workers who lose their job through no fault of their own. Last year, ESD paid \$1.0 billion to over 220,000 workers. UTAB is replacing the current system using an agile approach. The initial implementation will begin in the fall of 2016 and transition to ongoing maintenance and support in the spring of 2017. Funding for the next phase of implementation will improve interfaces with WorkSourceWA.com and the Department of Licensing and will enhance the workflow and processing of claims. (Unemployment Compensation Admin Account-Federal)

Employment Security Department Recommendation Summary

5. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-Federal; General Fund-Local; Unemployment Compensation Admin Account-Federal; other accounts)

6. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-Federal; General Fund-Local; Unemployment Compensation Admin Account-Federal; other accounts)

7. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-Federal; General Fund-Local; Unemployment Compensation Admin Account-Federal; other accounts)

8. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-Federal; General Fund-Local; Unemployment Compensation Admin Account-Federal; other accounts)

9. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-Federal; General Fund-Local; Unemployment Compensation Admin Account-Federal; other accounts)

10. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Employment Services Administrative Account-State)

Agency 540

Employment Security Department Recommendation Summary

11. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (Unemployment Compensation Admin Account-Federal; Administrative Contingency Account-State; Employment Services Administrative Account-State)

12. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (Unemployment Compensation Admin Account-Federal; Administrative Contingency Account-State; Employment Services Administrative Account-State)

13. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-Federal; General Fund-Local; Unemployment Compensation Admin Account-Federal; other accounts)

14. Administrative Hearings

Agency budgets are adjusted to reflect each agency's anticipated share of charges for administrative hearings. (General Fund-Federal; General Fund-Local; Unemployment Compensation Admin Account-Federal; other accounts)

15. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-Federal; General Fund-Local; Unemployment Compensation Admin Account-Federal; other accounts)

16. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-Federal; General Fund-Local; Unemployment Compensation Admin Account-Federal; other accounts)

HUMAN SERVICES - OTHER

Agency CYF

Department of Child, Youth, and Family Services Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	0	0	0
2017-19 Maintenance Level	0.0	0	0	0
Difference from 2015-17	0.0	0	0	0
% Change from 2015-17				
Policy Transfer Changes:				
1. CA Transfer to New Agency	1,343.9	379,843	258,682	638,525
2. DEL Transfer to New Agency	150.5	143,673	213,833	357,506
Policy -- Transfer Total	1,494.3	523,516	472,515	996,031
Total Policy Changes	1,494.3	523,516	472,515	996,031
2017-19 Policy Level	1,494.3	523,516	472,515	996,031
Difference from 2015-17	1,494.3	523,516	472,515	996,031
% Change from 2015-17				

POLICY CHANGES

1. CA Transfer to New Agency

This step transfers the fiscal year 2019 funding, full-time employees and expenditure authority for Children's Administration (CA) from the Department of Social and Health Services to the new Department of Children, Youth and Families. (General Fund-Fed Grnt; General Fund-State; General Fund-Federal; other accounts)

2. DEL Transfer to New Agency

This step transfers the fiscal year 2019 funding, full-time employees and expenditure authority for the Department of Early Learning (DEL) to the new Department of Children, Youth and Families. (General Fund-State; General Fund-Federal; Education Legacy Trust Account-State; other accounts)

Agency 460

**Columbia River Gorge Commission
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	7.0	940	938	1,878
2017-19 Maintenance Level	7.0	967	967	1,934
Difference from 2015-17	0.0	27	29	56
% Change from 2015-17	0.0%	2.9%	3.1%	3.0%
Policy Other Changes:				
1. Management Plan Update	1.0	125	125	250
Policy -- Other Total	1.0	125	125	250
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	8	8	16
3. Non-Rep General Wage Increase	0.0	21	21	42
Policy -- Comp Total	0.0	29	29	58
Policy Central Services Changes:				
4. DES Central Services	0.0	1	1	2
Policy -- Central Svcs Total	0.0	1	1	2
Total Policy Changes	1.0	155	155	310
2017-19 Policy Level	8.0	1,122	1,122	2,244
Difference from 2015-17	1.0	182	184	366
% Change from 2015-17	14.4%	19.4%	19.6%	19.5%

POLICY CHANGES

1. Management Plan Update

One-time funding and FTE staff are provided for updating the management plan created to guide stewardship and development in the Columbia River Gorge National Scenic Area. This plan is required to be reviewed and updated no less than every ten years, and was last revised in 2004. These resources will also enable the Commission to refresh the existing Vital Signs Indicator Project performance measures. (General Fund-State; General Fund-Local)

Agency 460

**Columbia River Gorge Commission
Recommendation Summary**

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Local)

3. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Local)

4. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; General Fund-Local)

Agency 461

**Department of Ecology
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	1,612.3	49,160	418,948	468,108
2017-19 Maintenance Level	1,603.4	50,216	438,903	489,119
Difference from 2015-17	-8.9	1,056	19,955	21,011
% Change from 2015-17	-0.5%	2.1%	4.8%	4.5%
Policy Other Changes:				
1. State Revolving Fund Administration	0.0	0	540	540
2. Increased Operating Permit Activity	2.1	0	406	406
3. Field Office Lease Adjustments	0.0	8	38	46
4. Low-Impact Development Training	-1.4	0	-1,981	-1,981
5. Low-Level Radioactive Waste	-1.2	0	-734	-734
6. Hanford Compliance Inspections	1.2	0	214	214
7. Hanford Dangerous Waste Permitting	3.9	0	872	872
8. Integrated Revenue Management	2.2	458	2,367	2,825
9. Clean Air Rule	20.5	4,567	0	4,567
10. WSU Stormwater Center	0.0	0	500	500
11. Balance to Available Revenue	0.0	0	-150	-150
12. Flood Plan Grant Reduction	0.0	0	-2,000	-2,000
13. Litter Account Reduction	0.0	0	-5,500	-5,500
14. MTCA Staff Level Reduction	-20.0	0	-5,000	-5,000
15. Stormwater Grant Reduction	0.0	0	-1,100	-1,100
16. Shoreline Grant Reduction	0.0	0	-1,800	-1,800
Policy -- Other Total	7.3	5,033	-13,328	-8,295
Policy Comp Changes:				
17. State Public Employee Benefits Rate	0.0	112	747	859
18. WFSE General Government	0.0	1,256	7,357	8,613
19. Corps Minimum Wage Increase	0.0	0	1,856	1,856
20. State Represented Emp Benefits Rate	0.0	527	2,973	3,500
21. Non-Rep General Wage Increase	0.0	287	1,773	2,060
22. Non-Rep Targeted Pay Increases	0.0	2	304	306

NATURAL RESOURCES AND RECREATION

Agency 461

Department of Ecology Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
23. WFSE Orca Transit Pass	0.0	20	144	164
24. Orca Transit Pass-Not WFSE	0.0	4	34	38
25. Vacation Leave Chng-Non-represented	0.0	0	1	1
Policy -- Comp Total	0.0	2,208	15,189	17,397
Policy Central Services Changes:				
26. Archives/Records Management	0.0	1	4	5
27. Audit Services	0.0	0	1	1
28. Legal Services	0.0	29	130	159
29. CTS Central Services	0.0	26	119	145
30. DES Central Services	0.0	35	153	188
Policy -- Central Svcs Total	0.0	91	407	498
Total Policy Changes	7.3	7,332	2,268	9,600
2017-19 Policy Level	1,610.7	57,548	441,171	498,719
Difference from 2015-17	-1.6	8,388	22,223	30,611
% Change from 2015-17	-0.1%	17.1%	5.3%	6.5%

POLICY CHANGES

1. State Revolving Fund Administration

The Department of Ecology manages a water pollution facility loan program that provides low-interest financing to local governments for infrastructure projects designed to protect and restore water quality in local communities. Administrative oversight of the loan program has historically been funded through federal grants; however, Chapter 96, Laws of 2013 established a new loan administration charge for the loan program, allowing funding to be shifted to a new, dedicated account. The last phase of this shift will take place during the 2017-19 biennium. A total of \$1.25 million is shifted permanently from the Water Pollution Control Revolving Account to the new Water Pollution Control Revolving Administration Account. In addition, funding in the latter account is increased \$540,000 to correct a technical error in computing the 2017-19 base funding level for this program. (Water Pollution Control Revol Administration Account-State; Water Pollution Control Revolving Account-State; Water Pollution Control Revolving Account-Federal)

Agency 461

Department of Ecology Recommendation Summary

2. Increased Operating Permit Activity

Federal and state laws define the scope and content of the Department of Ecology's Air Operating Permit (AOP) program that sets air pollution limits, conditions and other requirements for large industrial facilities. Under both laws, regulated entities are required to pay the full costs of the program. Each biennium, Ecology prepares a workload model to determine the budget necessary to operate the program, based on current costs and workload projections. Ongoing funding and FTE staff are provided to match the projected workload for 2017-19. (Air Operating Permit Account-State)

3. Field Office Lease Adjustments

Ongoing funding is provided for increased lease costs due to relocation of the Department of Ecology's field office in Vancouver and closure of the agency's Wenatchee office. (General Fund-State; Waste Reduction/Recycling/Litter Control-State; State Toxics Control Account-State; other accounts)

4. Low-Impact Development Training

Since fiscal year 2013, the Department of Ecology has provided a low-impact development (LID) technical training program at no cost to local governments, private businesses, and stormwater permittees. This training prepares these entities to meet future LID requirements in municipal stormwater permits. The original appropriation was envisioned to be made available for five years, from July 1, 2012, through June 30, 2017. Based on that intent, funding and FTE staff are eliminated permanently. (State Toxics Control Account-State)

5. Low-Level Radioactive Waste

Pending enactment of agency request legislation to shift management of the Northwest Interstate Compact on Low-Level Radioactive Waste Management, management of a land lease, and fund administration of the Site Closure and the Perpetual Surveillance Maintenance accounts from the Department of Ecology (Ecology) to the Department of Health (Health), funding and FTE staff are permanently eliminated from Ecology's budget. Moving the funding to Health, along with program responsibility, will improve oversight consistency and reduce the duplication of having Ecology manage budgets and accounts for Health activities. (General Fund-Local; Site Closure Account-State)

6. Hanford Compliance Inspections

Ongoing funding and FTE staff are provided for an additional compliance inspector in Ecology's Richland field office. At the current staffing level, Ecology is unable to complete all required U.S. Environmental Protection Agency (EPA) statewide mixed waste compliance oversight inspections, follow-up, and enforcement. This new position will complete the staffing needed to fully implement the compliance oversight program, thereby protecting the environment and public health. Costs will be covered by fee payers. (Radioactive Mixed Waste Account-State)

Department of Ecology Recommendation Summary

7. Hanford Dangerous Waste Permitting

In 2012, Ecology issued a draft Hanford Sitewide Dangerous Waste Permit for public comment. Based on comments from the Environmental Protection Agency (EPA), Ecology has developed a revised approach to permit development, implementation and administration. At the direction of EPA, Ecology took over administration of the current permit from the U.S. Department of Energy, consistent with the way other permits are managed. Ongoing funding and FTE staff are provided for information technology, regulatory, and engineering support to administer the permit electronically, and to properly develop and issue current and future permits. This fee-funded work supports appropriate management of radioactive waste to protect the environment and public health. Costs will be covered by fees paid by the U.S. Department of Energy. (Radioactive Mixed Waste Account-State)

8. Integrated Revenue Management

The Department of Ecology receives loan repayments, fees and other revenue, managing a \$1.4 billion clean water loan portfolio and \$366 million in biennial revenue. Some of Ecology's revenue-related systems are outdated, prone to failure, and lack the flexibility to meet business needs. One-time funding and FTE staff are provided to identify a technology solution and begin replacing and integrating these aging systems to meet current and future business needs. This system will reduce the risk of audit findings; reduce the use of workarounds and shadow systems, while increasing the quality and security of revenue data; and gain efficiencies through process standardization. It is anticipated that funding to complete the replacement project will be requested in the 2019-21 biennium once a solution has been selected and total project costs are identified. (General Fund-State; Waste Reduction/Recycling/Litter Control-State; State Toxics Control Account-State; other accounts)

9. Clean Air Rule

Ongoing funding and FTE staff are provided for implementation of the Department of Ecology's 2016 clean air rule. This rule caps and gradually reduces greenhouse gas emissions for about 24 stationary sources and, starting in 2020, about 15-18 energy-intensive/trade-dependent emitters and petroleum fuel suppliers. Regulated entities must meet their emission caps or purchase "emission reduction units" (ERUs, representing carbon reductions achieved through the actions of others). Ecology's rule-related activities include operating an on-line greenhouse gas emissions-reduction registry, establishing baseline emission levels for most regulated entities, issuing regulatory orders for compliance, establishing greenhouse gas emission baselines and compliance pathways for energy-intensive and trade-exposed entities, implementing and auditing products from a third-party verification program, providing technical assistance to regulated entities, managing and tracking reserve ERUs, developing protocols and verifying projects used to generate ERUs, updating policy, and coordinating with other established carbon markets and affected state agencies. (General Fund-State)

10. WSU Stormwater Center

One-time funding is provided for the Washington State University Stormwater Center to study the relationship between urban stormwater runoff and mortality in salmon returning to spawn in urban creeks. (Environmental Legacy Stewardship Account-State)

Agency 461

Department of Ecology Recommendation Summary

11. Balance to Available Revenue

Funding is reduced ongoing to match anticipated revenue in the Underground Storage Tank Account. This will result in fewer inspections and a lower level of technical assistance to owners and operators of underground storage tanks. (Underground Storage Tank Account-State)

12. Flood Plan Grant Reduction

The Flood Control Assistance Account program provides grants and technical assistance to local governments for flood damage reduction projects and flood hazard management plans. The Flood Control Assistance Account that funds this work receives its revenue from transfers from the state general fund. Continuing a temporary reduction that began during the 2009-11 biennium, funding is reduced on a one-time basis for competitive grants to local governments for flood hazard reduction projects. (Flood Control Assistance Account-State)

13. Litter Account Reduction

Extending a reduction began in 2009, funding is reduced on a one-time basis in the Litter Account. At this level of funding, the Department of Ecology will continue to provide a lower level of litter pickup by youth crews, state agencies and local governments, and will limit its waste reduction and recycling work. (Waste Reduction/Recycling/Litter Control-State)

14. MTCA Staff Level Reduction

The 2016 supplemental budget reduced Ecology's appropriation by \$5.0 million in the Model Toxics Control Act (MTCA) accounts, one-time, to capture savings from continued staff level reductions to MTCA-funded positions to help address the MTCA shortfall. This shortfall is continuing; therefore, the staffing reductions are extended, one-time, through the 2017-19 biennium at roughly the same rate of annual savings achieved in 2015-17. (State Toxics Control Account-State; Environmental Legacy Stewardship Account-State)

15. Stormwater Grant Reduction

In the 2016 supplemental budget, stormwater capacity grants to local governments were reduced \$2.9 million to help address the Model Toxics Control Act account (MTCA) shortfall. The shortfall is continuing past the 2015-17 biennium; therefore, \$1.1 million of stormwater capacity grant reductions will continue, one-time, through the 2017-19 biennium. (Environmental Legacy Stewardship Account-State)

16. Shoreline Grant Reduction

The Department of Ecology provides financial assistance to local governments required by statute to periodically update their shoreline master plans. In the 2016 supplemental budget, Ecology's funding for shoreline grants to local governments was reduced to help address the Model Toxics Control Act (MTCA) account shortfall. The shortfall is projected to continue beyond 2015-17; therefore, the shoreline grant reduction is biennialized and extended, one-time, through the 2017-19 biennium. (Environmental Legacy Stewardship Account-State)

Department of Ecology
Recommendation Summary

17. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

18. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

19. Corps Minimum Wage Increase

The Department of Ecology's Washington Conservation Corps (WCC) program provides environmental work experience to young adults and returning veterans in exchange for a living allowance equal to minimum wage, health insurance, and an educational award upon completion of service. Project sponsors contract with WCC crews for such work as tree planting, habitat restoration, trail building, and disaster response. Ecology also provides summer work experience to youth ages 14-17 engaged in highway litter pickup through the Ecology Youth Corps; most participants receive the minimum wage. With passage of Initiative 1433 in November 2016, the minimum wage is scheduled to increase gradually from \$9.53 per hour in January 2017 to \$12.00 per hour by January 2019. Ongoing funding is provided for the increased cost of providing minimum wage increases accruing through the duration of current contracts with participants in the Washington Conservation Corps and for minimum wage increases through January 2019 for Ecology Youth Corps participants. (Waste Reduction/Recycling/Litter Control-State; State Toxics Control Account-State)

20. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

Agency 461

Department of Ecology Recommendation Summary

21. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

22. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

23. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

24. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

25. Vacation Leave Chng-Non-represented

This item funds the cost of additional overtime or other replacement staff for positions in 24/7 institutions as a result of changes in vacation leave accruals for non-higher education employees who are non-represented. (State Toxics Control Account-State)

26. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State; State Toxics Control Account-State; Water Quality Permit Account-State; other accounts)

27. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (State Toxics Control Account-State)

Agency 461

**Department of Ecology
Recommendation Summary**

28. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; Waste Reduction/Recycling/Litter Control-State; State Toxics Control Account-State; other accounts)

29. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Waste Reduction/Recycling/Litter Control-State; State Toxics Control Account-State; other accounts)

30. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; Waste Reduction/Recycling/Litter Control-State; State Toxics Control Account-State; other accounts)

Agency 462

**Washington Pollution Liability Insurance Program
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	6.1	0	1,906	1,906
2017-19 Maintenance Level	6.0	0	1,783	1,783
Difference from 2015-17	-0.1	0	-123	-123
% Change from 2015-17	-0.8%		-6.5%	-6.5%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	0	16	16
2. Non-Rep General Wage Increase	0.0	0	36	36
3. Non-Rep Targeted Pay Increases	0.0	0	4	4
Policy -- Comp Total	0.0	0	56	56
Policy Central Services Changes:				
4. CTS Central Services	0.0	0	16	16
5. DES Central Services	0.0	0	4	4
Policy -- Central Svcs Total	0.0	0	20	20
Total Policy Changes	0.0	0	76	76
2017-19 Policy Level	6.0	0	1,859	1,859
Difference from 2015-17	-0.1	0	-47	-47
% Change from 2015-17	-0.8%		-2.5%	-2.5%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Pollution Liab Insurance Prog Trust Account-State; Heating Oil Pollution Liability Trust Account-Non-Appr)

Washington Pollution Liability Insurance Program Recommendation Summary

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Pollution Liab Insurance Prog Trust Account-State; Heating Oil Pollution Liability Trust Account-Non-Appr)

3. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (Pollution Liab Insurance Prog Trust Account-State)

4. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Pollution Liab Insurance Prog Trust Account-State)

5. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Pollution Liab Insurance Prog Trust Account-State)

Agency 465

**State Parks and Recreation Commission
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	681.4	21,667	151,250	172,917
2017-19 Maintenance Level	680.6	21,238	128,265	149,503
Difference from 2015-17	-0.9	-429	-22,985	-23,414
% Change from 2015-17	-0.1%	-2.0%	-15.2%	-13.5%
Policy Other Changes:				
1. Maintain Critical Park Services	0.0	0	10,000	10,000
2. Protect & Maintain Park Properties	10.0	3,000	0	3,000
3. Automated Pay Stations	0.0	0	700	700
4. Fund Shift Park Operations	0.0	-2,100	2,100	0
5. Youth and Underserved Communities	1.1	260	2,000	2,260
Policy -- Other Total	11.1	1,160	14,800	15,960
Policy Comp Changes:				
6. State Public Employee Benefits Rate	0.0	0	140	140
7. WFSE General Government	0.0	0	2,179	2,179
8. State Represented Emp Benefits Rate	0.0	0	1,106	1,106
9. Non-Rep General Wage Increase	0.0	0	370	370
10. Non-Rep Targeted Pay Increases	0.0	0	6	6
11. WFSE Orca Transit Pass	0.0	0	54	54
12. Orca Transit Pass-Not WFSE	0.0	0	2	2
Policy -- Comp Total	0.0	0	3,857	3,857
Policy Central Services Changes:				
13. Archives/Records Management	0.0	0	2	2
14. Audit Services	0.0	0	1	1
15. Legal Services	0.0	0	8	8
16. CTS Central Services	0.0	0	71	71
17. DES Central Services	0.0	0	83	83
Policy -- Central Svcs Total	0.0	0	165	165
Total Policy Changes	11.1	1,160	18,822	19,982
2017-19 Policy Level	691.7	22,398	147,087	169,485
Difference from 2015-17	10.3	731	-4,163	-3,432
% Change from 2015-17	1.5%	3.4%	-2.8%	-2.0%

State Parks and Recreation Commission Recommendation Summary

POLICY CHANGES

1. Maintain Critical Park Services

For the last two biennia, State Parks has received \$10 million a biennium from the litter tax. This diversion, which ends June 30, 2017, is extended for another two fiscal years. The agency has a critical need to restore these funds to support existing core services and programs. Continuation of this funding will retain approximately 93.0 FTE staff which equates to about 190 park staff and will enable State Parks to continue its current level of customer service, programs, enforcement and facility maintenance to accommodate and encourage visitations and retain current revenue streams. (Parks Renewal and Stewardship Account-State)

2. Protect & Maintain Park Properties

State Parks manages an extensive system of 125 developed state parks, trails and undeveloped properties. Preventive and regular maintenance ensure public safety and health through well-functioning water, electrical and sewer systems. Preventive maintenance protects public safety, prevents deterioration of buildings and facilities, and avoids closure of facilities and trails. Ongoing staff are provided to conduct preventive maintenance to protect and maintain the physical condition of parks and address the maintenance backlog, maintain Parks' trail system, and provide stewardship of park lands. Adequate park maintenance is essential for long-term sustainability, visitor satisfaction and revenue generation that support a healthy, sustainable state park system. A one-time statewide trail assessment and ongoing maintenance of the John Wayne trail will also be completed. (General Fund-State)

3. Automated Pay Stations

State Parks currently has 32 automated pay stations installed in 29 locations statewide. These pay stations have proven to be customer friendly and cost-effective, and have significantly reduced staff time to collect, account, reconcile and audit revenue collections. State Parks will replace 32 automated pay stations and install 38 additional machines in parks across the state. The existing pay stations are at the end of their useful life, becoming more costly to maintain, and are subject to a higher rate of failure. Expanding this proven technology to other locations would provide a customer-friendly, cost-effective means for collecting use fees and optimize revenue. (Parks Renewal and Stewardship Account-State)

4. Fund Shift Park Operations

State Parks requires a Discover Pass for day use at its parks. Sales of the Discover Pass continue to increase. A total of \$2.1 million of base funding for park operations is shifted from the State General fund to the Parks Renewal and Stewardship Account on an ongoing basis due to higher-than-expected revenue growth. (General Fund-State; Parks Renewal and Stewardship Account-State)

Agency 465

State Parks and Recreation Commission Recommendation Summary

5. Youth and Underserved Communities

In the 2015-17 biennium, State Parks received funding to restart the No Child Left Inside program which provides grants for outdoor education and recreation programs to engage youth, families and communities in experiencing the natural, cultural, ethnic and artistic heritage of Washington State. Ongoing funding is provided to continue these grants and access to outdoor learning opportunities for an estimated 15,000 children, while enhancing access to the state park system for underrepresented ethnic groups and underserved communities. (General Fund-State; Outdoor Education & Recreation Account-State)

6. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Winter Recreation Program Account-State; Snowmobile Account-State; Parks Renewal and Stewardship Account-State)

7. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Winter Recreation Program Account-State; ORV & Non-Highway Vehicle Account-State; Snowmobile Account-State; other accounts)

8. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Winter Recreation Program Account-State; ORV & Non-Highway Vehicle Account-State; Snowmobile Account-State; other accounts)

9. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Winter Recreation Program Account-State; Snowmobile Account-State; Parks Renewal and Stewardship Account-State)

State Parks and Recreation Commission Recommendation Summary

10. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (Parks Renewal and Stewardship Account-State)

11. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (Parks Renewal and Stewardship Account-State)

12. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Parks Renewal and Stewardship Account-State)

13. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (Parks Renewal and Stewardship Account-State)

14. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (Parks Renewal and Stewardship Account-State)

15. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Parks Renewal and Stewardship Account-State)

16. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Parks Renewal and Stewardship Account-State)

17. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Parks Renewal and Stewardship Account-State)

Agency 467

Recreation and Conservation Funding Board Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	19.6	1,660	8,362	10,022
2017-19 Maintenance Level	19.6	1,738	8,612	10,350
Difference from 2015-17	0.0	78	250	328
% Change from 2015-17	0.0%	4.7%	3.0%	3.3%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	14	36	50
2. WFSE General Government	0.0	0	158	158
3. State Represented Emp Benefits Rate	0.0	0	74	74
4. Non-Rep General Wage Increase	0.0	36	90	126
Policy -- Comp Total	0.0	50	358	408
Policy Central Services Changes:				
5. CTS Central Services	0.0	6	8	14
6. DES Central Services	0.0	5	8	13
7. Human Resource Services	0.0	10	24	34
Policy -- Central Svcs Total	0.0	21	40	61
Total Policy Changes	0.0	71	398	469
2017-19 Policy Level	19.6	1,809	9,010	10,819
Difference from 2015-17	0.0	149	648	797
% Change from 2015-17	0.0%	9.0%	7.7%	8.0%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Aquatic Lands Enhancement Account-State; other accounts)

Recreation and Conservation Funding Board Recommendation Summary

2. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-Federal; Recreation Resources Account-State; NOVA Program Account-State)

3. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-Federal; Recreation Resources Account-State; NOVA Program Account-State)

4. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; Aquatic Lands Enhancement Account-State; other accounts)

5. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Recreation Resources Account-State)

6. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; Recreation Resources Account-State)

7. Human Resource Services

The Recreation and Conservation Office will purchase essential human resource (HR) services from the Department of Enterprise Services to support agency business needs and reduce risk. A separate item restores basic level HR services to all small agencies. This addition augments the basic level with a more complete set of HR services including consultation and support for labor relations, performance management, classification, workforce management, and recruitment. (General Fund-State; Recreation Resources Account-State)

Agency 468

**Environmental and Land Use Hearings Office
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	15.5	4,324	0	4,324
2017-19 Maintenance Level	15.5	4,610	0	4,610
Difference from 2015-17	0.0	286	0	286
% Change from 2015-17	0.0%	6.6%		6.6%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	43	0	43
2. Non-Rep General Wage Increase	0.0	114	0	114
3. Orca Transit Pass-Not WFSE	0.0	2	0	2
Policy -- Comp Total	0.0	159	0	159
Policy Central Services Changes:				
4. Legal Services	0.0	1	0	1
5. CTS Central Services	0.0	15	0	15
6. DES Central Services	0.0	6	0	6
Policy -- Central Svcs Total	0.0	22	0	22
Total Policy Changes	0.0	181	0	181
2017-19 Policy Level	15.5	4,791	0	4,791
Difference from 2015-17	0.0	467	0	467
% Change from 2015-17	0.0%	10.8%		10.8%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

Environmental and Land Use Hearings Office Recommendation Summary

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State)

3. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State)

4. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State)

5. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

6. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 471

**State Conservation Commission
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	18.6	13,626	18,701	32,327
2017-19 Maintenance Level	18.6	13,673	10,903	24,576
Difference from 2015-17	0.0	47	-7,798	-7,751
% Change from 2015-17	0.0%	0.3%	-41.7%	-24.0%
Policy Other Changes:				
1. Grants and Technical Assistance	0.0	-1,300	0	-1,300
Policy -- Other Total	0.0	-1,300	0	-1,300
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	54	3	57
3. Non-Rep General Wage Increase	0.0	115	7	122
4. Non-Rep Targeted Pay Increases	0.0	0	10	10
Policy -- Comp Total	0.0	169	20	189
Policy Central Services Changes:				
5. CTS Central Services	0.0	0	0	0
6. DES Central Services	0.0	4	0	4
Policy -- Central Svcs Total	0.0	4	0	4
Total Policy Changes	0.0	-1,127	20	-1,107
2017-19 Policy Level	18.6	12,546	10,923	23,469
Difference from 2015-17	0.0	-1,080	-7,778	-8,858
% Change from 2015-17	0.0%	-7.9%	-41.6%	-27.4%

POLICY CHANGES

1. Grants and Technical Assistance

The Commission provides grants and technical assistance to conservation districts for non-regulatory, incentive-based approaches to reduce impacts to the state's air and waters. Grants and technical assistance to districts for programs such as the Conservation Reserve Enhancement Program, the Trust Water Rights Program and dairy and livestock planning are reduced. (General Fund-State)

**State Conservation Commission
Recommendation Summary**

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Public Works Assistance Account-State)

3. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; Public Works Assistance Account-State)

4. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (Public Works Assistance Account-State)

5. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

6. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 477

Department of Fish and Wildlife Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	1,511.5	77,034	337,900	414,934
2017-19 Maintenance Level	1,499.7	80,125	336,085	416,210
Difference from 2015-17	-11.9	3,091	-1,815	1,276
% Change from 2015-17	-0.8%	4.0%	-0.5%	0.3%
Policy Other Changes:				
1. Ocean Acidification Hatchery	0.0	448	0	448
2. Conflict Transformation and LDPAs	0.0	1,450	0	1,450
3. Fund Shift Hatchery Production	0.0	0	0	0
4. Reduce ALEA Volunteer Grants	0.0	0	-500	-500
5. Revenue Shortfall	0.0	0	-406	-406
6. Reduce Expenditure Authority	0.0	0	-100	-100
7. Oyster Reserve Management	0.0	0	-253	-253
8. Information Security Compliance	6.0	0	3,112	3,112
9. Global Wildlife Trafficking	2.0	898	0	898
10. Defend Against Aquatic Invasives *	12.1	125	2,436	2,561
11. Fund Shift Land Management	0.0	-250	250	0
12. Reduce PILT Payment	0.0	-3,168	0	-3,168
13. Maintain Fishing Opportunities *	28.5	1,362	11,008	12,370
14. Increase Fishing Opportunities *	31.2	928	9,433	10,361
15. Improve HPA Outcomes *	10.0	1,000	1,293	2,293
16. Habitat Conservation Priorities *	0.9	780	2,028	2,808
17. Improve the Hunting Experience *	8.9	0	5,430	5,430
Policy -- Other Total	99.6	3,573	33,731	37,304
Policy Comp Changes:				
18. State Public Employee Benefits Rate	0.0	287	568	855
19. WFSE General Government	0.0	309	621	930
20. State Represented Emp Benefits Rate	0.0	1,063	3,120	4,183
21. Assoc of Fish & Wild Prof Agreement	0.0	1,412	3,459	4,871
22. The Coalition of Unions Agreement	0.0	452	1,677	2,129

NATURAL RESOURCES AND RECREATION

Agency 477

Department of Fish and Wildlife Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
23. Non-Rep General Wage Increase	0.0	639	1,191	1,830
24. Non-Rep Targeted Pay Increases	0.0	50	76	126
25. Orca Transit Pass-Not WFSE	0.0	14	38	52
Policy -- Comp Total	0.0	4,226	10,750	14,976
Policy Central Services Changes:				
26. Archives/Records Management	0.0	1	3	4
27. Audit Services	0.0	0	2	2
28. Legal Services	0.0	12	47	59
29. CTS Central Services	0.0	54	205	259
30. DES Central Services	0.0	53	206	259
Policy -- Central Svcs Total	0.0	120	463	583
Total Policy Changes	99.6	7,919	44,944	52,863
2017-19 Policy Level	1,599.2	88,044	381,029	469,073
Difference from 2015-17	87.7	11,010	43,129	54,139
% Change from 2015-17	5.8%	14.3%	12.8%	13.0%

POLICY CHANGES

1. Ocean Acidification Hatchery

The conservation hatchery at the Kenneth K. Chew Center for Shellfish Research and Restoration serves as a hub for propagating native species and developing strategies to mitigate the impacts to marine resources from ocean acidification. The hatchery is operated by the Puget Sound Restoration Fund and is housed at the National Oceanic and Atmospheric Administration's (NOAA) Manchester Research Station. Short-term grants have ended, and ongoing state funds are provided to continue work at the hatchery including: using conservation hatchery techniques to maintain genetic diversity of native species; investigating selective breeding to identify ocean acidification-resistant strains of commercially important species; culturing species such as Olympia oysters, Pinto abalone, rock scallops, sea cucumbers, Pacific oysters and geoducks to improve ecosystem health and resiliency; and operating a kelp propagation lab to investigate remediation strategies using kelp. (General Fund-State)

Agency 477

Department of Fish and Wildlife

Recommendation Summary

2. Conflict Transformation and LDPAs

The Department of Fish and Wildlife (WDFW) offers cost-sharing contracts with livestock producers who sign Livestock Damage Prevention Cooperative Agreements (LDPAs) to support non-lethal measures that can be used to minimize livestock loss from wolves and other carnivores. In addition, the department was recently successful using a conservation conflict transformation process to improve relationships and implement actions that balance the competing social and economic needs of wolf conservation and management. Funding is provided to support the Wolf Advisory Group, consisting of livestock producers, hunters and others, to minimize conflict resulting from wolf recovery and management. (General Fund-State)

3. Fund Shift Hatchery Production

A portion of WDFW's hatchery production is supported by aquatic lease revenues from the Aquatic Lands Enhancement Account. Revenues to these accounts are not sufficient to support all existing programs. On a one-time basis, a portion of hatchery production will be funded in the 2017-19 biennium by the Two-Pole Fishing subaccount of the State Wildlife Account. (Aquatic Lands Enhancement Account-State; State Wildlife Account-State)

4. Reduce ALEA Volunteer Grants

Aquatic lease revenue deposited into the Aquatic Lands Enhancement Account (ALEA) is not sufficient to support all existing programs. Volunteer projects funded by ALEA are reduced by 35 percent, resulting in a reduction of on-the-ground volunteer projects that benefit fish and wildlife. These projects include habitat, research, education, facility development and artificial production across the state. (Aquatic Lands Enhancement Account-State)

5. Revenue Shortfall

The department conducts programs to enhance pheasant habitat and to purchase roosters for release on public hunting areas. The agency also receives funding to compensate for habitat losses due to hydropower development in eastern Washington. Revenue for these two programs is lower than forecasted. Expenditure authority is reduced in order to balance the account. (Eastern Washington Pheasant Enhancement Account-State; Special Wildlife Account-State)

6. Reduce Expenditure Authority

WDFW manages warm water game fish such as perch, crappies and bass for fisherman in central Washington. Revenue from license sales for these fisheries is lower than expected. Hatchery production of these species is reduced on an ongoing basis. (Warm Water Game Fish Account-State)

7. Oyster Reserve Management

WDFW manages oyster reserves in Puget Sound and Willapa Bay to furnish shellfish to growers and processors and to stock public beaches. Revenues from leases of land or sale of shellfish from these reserves are used to manage the reserves. Management of the oyster reserves are reduced to align with anticipated revenues. (Oyster Reserve Land Account-State)

Department of Fish and Wildlife Recommendation Summary

8. Information Security Compliance

Cybersecurity threats are rapidly increasing in volume and sophistication. WDFW relies on data to make hundreds of decisions that affect Washington's conservation efforts and economy. A number of recent, high-profile security issues and a review of WDFW's information security position reveal that the risk to state data is unacceptable and growing each day. In 2013, the Office of the Chief Information Officer updated security policies for all agencies to protect state data. Funding will help the agency improve compliance with the state's security policies, as well as protect valuable data that supports fishing opportunities, the protection of endangered species and personal customer data. (State Wildlife Account-State)

9. Global Wildlife Trafficking

Initiative 1401, which passed in the 2015 general election, requires the Department of Fish and Wildlife to enforce new prohibitions against global trafficking in non-native endangered species parts and products such as elephant ivory, rhinoceros horns and pangolins. WDFW will enhance efforts to enforce I-1401, including additional inspections and related investigations at ports, airports and international border crossings. This will complement the role of federal authorities, facilitate state-to-state cooperation and contribute to conservation of endangered species worldwide. (General Fund-State)

10. Defend Against Aquatic Invasives *

Zebra and quagga mussels are at our doorstep and threaten hydroelectric systems, irrigation canals and fish ladders. Recently discovered European green crabs and African clawed frogs in Washington threaten ecosystems, fishing opportunities and local industries through their damaging effects on native animal and plant life. Aquatic invasive species arrive via human pathways on boats, ballast water, fishing gear and through the release of unwanted aquatic pets. Washington's Aquatic Invasive Species program is one of the lowest-funded state programs across the country. Recognizing the danger these invasive species pose to native species and ecosystems, the 2015 Legislature requested an advisory group's recommendations for funding options. This funding and its associated agency request legislation impose fees on nonresident watercraft, seaplanes, ships and other pathways, and begin to expand prevention, enforcement and response activities to protect Washington from aquatic invasive species. (General Fund-State; General Fund-Federal; Aquatic Invasive Species Enforcement Account-State; other accounts)

11. Fund Shift Land Management

A Discover Pass is required to access agency wildlife areas. Sales of these passes continue to increase. Due to increasing revenues from Discover Pass sales, a portion of WDFW's enforcement activities is shifted from the State General Fund to the State Wildlife Account. (General Fund-State; State Wildlife Account-State)

Agency 477

Department of Fish and Wildlife Recommendation Summary

12. Reduce PILT Payment

The department is required to make payments in lieu of taxes (PILT) to counties to compensate them for property taxes lost on land owned by WDFW. These payments fluctuate according to the changing value of the land. PILT payments have been frozen at the amount paid in 2009 in the last three biennia. PILT payments are reduced to the amount paid to each county in 2009, plus a 15 percent increase to provide additional compensation for inflation on additional lands purchased. (General Fund-State)

13. Maintain Fishing Opportunities *

Washington's Wild Future is an ongoing initiative to solicit feedback on the outdoor recreational opportunities and conservation activities the public wants from the department. Recreational and commercial fisheries generate over \$540 million annually to local and state economies and support over 16,000 jobs. Washington's recreational, commercial and tribal fishing opportunities are at risk due to increasing costs, a deteriorating and poorly maintained hatchery system, increasing requirements to secure Endangered Species Act (ESA) permits, higher standards for fishery monitoring, and flat to declining federal funding. This package is linked to agency request legislation that proposes to increase fees on recreational and commercial fishing licenses and transfer the Enhanced Food Fish Excise Tax to the State Wildlife Account. This funding will maintain current fishing opportunities for recreational, commercial and tribal interests while also protecting wild stocks. (General Fund-State; State Wildlife Account-State)

14. Increase Fishing Opportunities *

Based upon feedback received from constituents during the department's Wild Future initiative listening session, this item will increase hatchery production and expand recreational fishing opportunities for steelhead and salmon. Management and enforcement of the Puget Sound commercial and recreational crab fishery will be increased to protect the resource and increase compliance with existing regulations. A sport fishing mobile application will also be developed. (General Fund-State; State Wildlife Account-State)

15. Improve HPA Outcomes *

During the department's Wild Future initiative listening sessions, there was interest in improving Hydraulic Permit Approval program outcomes. The Hydraulic Project Approval (HPA) permit is the state's primary regulatory tool to protect fish, shellfish and their habitat from construction projects in or near water. Increasing population pressure and the continued ESA listing of salmon and steelhead populations require enhanced aquatic habitat protection. Tied in part to agency request legislation, funding is provided to increase HPA permit compliance and technical assistance which improves permit outcomes and regularly decreases construction costs for applicants. (General Fund-State; Hydraulic Project Approval Account-State)

**Department of Fish and Wildlife
Recommendation Summary**

16. Habitat Conservation Priorities *

During the department's Washington's Wild Future listening sessions, there were public comments regarding the conservation species and the need to support fisheries and groups that implement salmon recovery. Tied in part to agency request legislation increasing fees on recreational and commercial fishing licenses, funding will be used to continue studies of Puget Sound Steelhead early marine survival, improve steelhead monitoring and management, and provide additional support to Regional Fisheries Enhancement Groups to plan for and conduct salmon habitat recovery projects. (General Fund-State; State Wildlife Account-State; Regional Fisheries Enhancement Group Account-Non-Appr)

17. Improve the Hunting Experience *

During the department's Wild Future listening sessions, feedback was sought from licensed hunters on how the hunting experience could be improved. In response, the department developed strategies to meet the highest priorities of hunters: providing access to private hunting lands, increasing the number of enforcement officers, improving stewardship of department-managed habitat and wildlife lands, providing target-shooting ranges in central Washington, developing a mobile hunting application, and conserving game species and their habitats. This package is linked to agency request legislation that proposes to increase fees on hunting licenses. (State Wildlife Account-State)

18. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

19. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

20. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

Agency 477

Department of Fish and Wildlife Recommendation Summary

21. Assoc of Fish & Wild Prof Agreement

Funding is provided for a collective bargaining agreement with Association of Fish and Wildlife Professionals (WAFWP), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

22. The Coalition of Unions Agreement

Funding is provided for a collective bargaining agreement with the Coalition of Unions (Coalition) which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

23. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

24. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; General Fund-Federal; Aquatic Lands Enhancement Account-State; other accounts)

25. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

26. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

27. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-Federal; State Wildlife Account-State)

Agency 477

Department of Fish and Wildlife Recommendation Summary

28. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

29. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

30. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

Agency 478

**Puget Sound Partnership
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	43.4	4,682	12,779	17,461
2017-19 Maintenance Level	34.4	4,852	10,172	15,024
Difference from 2015-17	-9.0	170	-2,607	-2,437
% Change from 2015-17	-20.8%	3.6%	-20.4%	-14.0%
Policy Other Changes:				
1. Puget Sound Action Agenda	1.0	385	0	385
2. Salmon Recovery - Puget Sound	1.0	278	0	278
3. Science-Based Recovery Decisions	1.0	244	0	244
Policy -- Other Total	3.0	907	0	907
Policy Comp Changes:				
4. State Public Employee Benefits Rate	0.0	49	52	101
5. Non-Rep General Wage Increase	0.0	124	134	258
Policy -- Comp Total	0.0	173	186	359
Policy Central Services Changes:				
6. CTS Central Services	0.0	6	6	12
7. DES Central Services	0.0	10	7	17
Policy -- Central Svcs Total	0.0	16	13	29
Total Policy Changes	3.0	1,096	199	1,295
2017-19 Policy Level	37.4	5,948	10,371	16,319
Difference from 2015-17	-6.0	1,266	-2,408	-1,142
% Change from 2015-17	-13.8%	27.0%	-18.8%	-6.5%

Puget Sound Partnership Recommendation Summary

POLICY CHANGES

1. Puget Sound Action Agenda

The federal Environmental Protection Agency has reduced the level of grant support provided to the Puget Sound Partnership (Partnership). A combination of one-time and ongoing funding and FTE staff is provided to backfill federal funds previously available for development of the Puget Sound Action Agenda guiding the multijurisdictional Puget Sound recovery. Contingent upon passage of agency request legislation reducing the frequency of Action Agenda updates from every two years to every four years, the Partnership will use a streamlined, lower-cost process for Action Agenda development in fiscal year 2018. With this funding, the Partnership will be able to maintain an accountable, science-informed, locally- and regionally- developed plan for Puget Sound recovery. (General Fund-State)

2. Salmon Recovery - Puget Sound

The federal Environmental Protection Agency has reduced the level of grant support provided to the Partnership. In addition, federal salmon-recovery funding has also been reduced. A combination of one-time and ongoing funding and FTE staff are provided to backfill funds previously available for staff to lead regional salmon-recovery efforts to restore Puget Sound salmon populations. (General Fund-State)

3. Science-Based Recovery Decisions

The federal Environmental Protection Agency has reduced the level of grant support provided to the Partnership. Ongoing funding and FTE staff are provided to backfill federal funds previously available to facilitate the compilation, analysis and dissemination of credible, useful monitoring information needed by partners about Puget Sound ecosystems, including the effectiveness of different recovery and protection actions. This position ensures coordination and dissemination of peer-reviewed science and data that inform decisions about investments in Puget Sound recovery. (General Fund-State)

4. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Aquatic Lands Enhancement Account-State; other accounts)

Agency 478

Puget Sound Partnership Recommendation Summary

5. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; Aquatic Lands Enhancement Account-State; other accounts)

6. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; General Fund-Federal; Aquatic Lands Enhancement Account-State; other accounts)

7. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; General Fund-Federal; Aquatic Lands Enhancement Account-State; other accounts)

NATURAL RESOURCES AND RECREATION

Agency 490

Department of Natural Resources Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	1,471.5	79,880	525,996	605,876
2017-19 Maintenance Level	1,475.8	99,261	381,842	481,103
Difference from 2015-17	4.3	19,381	-144,154	-124,773
% Change from 2015-17	0.3%	24.3%	-27.4%	-20.6%
Policy Other Changes:				
1. LiDAR Partnerships	0.0	0	-2,100	-2,100
2. Aquatic Land Investigation/Cleanup	0.0	0	150	150
3. MRAC Facilitation	0.0	0	150	150
4. WA Coastal Marine Advisory Council	0.0	0	250	250
5. Recreation Funding	0.0	0	-2,408	-2,408
6. Forest Land Management	0.0	0	-13,002	-13,002
7. Forest Practices	0.0	0	-550	-550
8. ORV Management and Maintenance	0.0	0	-1,138	-1,138
9. RMCA-A and ALEA Fund Shift	0.0	0	0	0
10. Aquatics Management	0.0	0	-1,100	-1,100
11. Adaptive Management Shift	0.0	-1,500	1,500	0
12. Enforcement Fund Shift	0.0	-350	350	0
13. Teanaway Community Forest Operation	2.0	756	0	756
Policy -- Other Total	2.0	-1,094	-17,898	-18,992
Policy Comp Changes:				
14. State Public Employee Benefits Rate	0.0	122	426	548
15. WFSE General Government	0.0	782	1,897	2,679
16. State Represented Emp Benefits Rate	0.0	649	2,447	3,096
17. WPEA General Government	0.0	578	2,762	3,340
18. Non-Rep General Wage Increase	0.0	283	1,015	1,298
19. WFSE Orca Transit Pass	0.0	2	8	10
20. Orca Transit Pass-Not WFSE	0.0	10	36	46
Policy -- Comp Total	0.0	2,426	8,591	11,017

Agency 490

**Department of Natural Resources
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
Policy Central Services Changes:				
21. Archives/Records Management	0.0	1	3	4
22. Audit Services	0.0	0	1	1
23. Legal Services	0.0	19	67	86
24. CTS Central Services	0.0	2	9	11
25. DES Central Services	0.0	60	273	333
Policy -- Central Svcs Total	0.0	82	353	435
Total Policy Changes	2.0	1,414	-8,954	-7,540
2017-19 Policy Level	1,477.8	100,675	372,888	473,563
Difference from 2015-17	6.3	20,795	-153,108	-132,313
% Change from 2015-17	0.4%	26.0%	-29.1%	-21.8%

POLICY CHANGES

1. LiDAR Partnerships

The Department of Natural Resources (DNR) received ongoing funding to collect and analyze LiDAR (a high-resolution remote sensing technology) data to identify geologic hazards and to increase geological expertise. In the 2016 supplemental budget, the agency received additional expenditure authority to collect revenue from various partners who want to purchase DNR's LiDAR data. Authority is reduced to reflect lower-than-expected purchases by local government and private partners. (Surveys and Maps Account-State)

2. Aquatic Land Investigation/Cleanup

The Department of Natural Resources (DNR) has obligations as the manager of state-owned aquatic lands to cover the state's share of costs associated with contaminated sediment investigations and cleanups related to leasing activities. DNR has been identified as a potential liable party by the Department of Ecology under the Model Toxics Control Act to complete remedial investigation work. This funding will fulfill DNR's current obligations at Whitmarsh Landfill and the East Waterway site. (State Toxics Control Account-State)

3. MRAC Facilitation

The Marine Resources Advisory Council (MRAC) was established by the Legislature in 2013 and charged with ensuring on-the-ground implementation of the comprehensive strategy to reduce the impact of ocean acidification. One-time funding was provided for a contract for continued facilitation and support services for the MRAC in the 2015-17 budget. Ongoing funding is provided to continue the work of the Council. (Aquatic Lands Enhancement Account-State)

Department of Natural Resources Recommendation Summary

4. WA Coastal Marine Advisory Council

When the Marine Spatial Plan for the Washington coast was completed, the funding for it and activities of the Washington Marine Coastal Advisory Council was removed. This item restores some of that funding for ongoing operations and duties required of the Council to serve as a forum and provide recommendations on coastal management issues. (Aquatic Lands Enhancement Account-State)

5. Recreation Funding

The Department of Natural Resources manages trails and primitive recreation sites throughout the state. Operation and maintenance of these sites is supported through the Park Land Trust Revolving Account. Programs to manage these lands are aligned with available revenues. (Park Land Trust Revolving Account-Non-Appr)

6. Forest Land Management

The department manages 2.1 million acres of forest land that generate revenues for common schools and 618,000 acres of state forest lands to benefit 21 counties across the state. Activities such as reforestation, fertilization and precommercial thinning are reduced to align with forecasted management revenues. (Forest Development Account-State; Resources Management Cost Account-State)

7. Forest Practices

The department regulates timber harvest on private and state lands. These programs are paid for with a combination of State General Fund and forest practice application fees. The current level of activity funded with forest practice fees is reduced to match available revenues. This will result in reduced capacity to review and condition applications to meet forest practice rules. (Forest Practices Application Account-State)

8. ORV Management and Maintenance

The Department of Natural Resources manages over 1,100 miles of trails, many of which are used by off-road vehicles. Off Road Vehicle (ORV) account revenue is used to increase outreach and volunteer efforts, maintain recreational facilities and trails, and reduce the maintenance backlog for trails used by off-road vehicles. Expenditures for these activities are aligned with statutory revenue distributions. (ORV & Non-Highway Vehicle Account-State)

9. RMCA-A and ALEA Fund Shift

The Department of Natural Resources' Aquatic Resources Division has relied almost exclusively on RMCA-Aquatics funding for its operational budget over the past three biennia. Historically, the division's operating budget averaged approximately 35 percent Aquatic Lands Enhancement Account (ALEA) and 65 percent RMCA-Aquatics. During the same period, ALEA revenue has not been sufficient to offset increased reliance on RMCA-Aquatics funds. The result is a fund balance projected to be at or below zero at the end of the 2017-19 biennium. A portion of RMCA-Aquatics expenditures are shifted to the ALEA. (Aquatic Lands Enhancement Account-State; Resources Management Cost Account-State)

Agency 490

Department of Natural Resources Recommendation Summary

10. Aquatics Management

DNR uses a portion of revenues from aquatic leases and geoduck sales to manage aquatic leases and to conduct reasearch and monitoring, restoration and other activities related to aquatic lands. Appropriation authority is reduced to match current revenues. (Aquatic Lands Enhancement Account-State)

11. Adaptive Management Shift

The Adaptive Management program was created to provide science-based recommendations and technical information to assist the Forest Practices Board in achieving the water quality and habitat goals of the forest practice rules. A portion of State General Fund support for the Adaptive Management program is shifted to the Forest and Fish Support Account to align with the program's work schedule and available resources. (General Fund-State; Forest and Fish Support Account-State)

12. Enforcement Fund Shift

DNR enforcement staff patrol state lands including the safe use of off-road vehicles and nonmotorized recreation. Due to increasing revenues to the Off Road Vehicle Account and from the sale of Discover Passes, a portion of enforcement activities are shifted from the State General Fund to the ORV and NonHighway Vehicle Account, and the Park Land Trust Account. (General Fund-State; ORV & Non-Highway Vehicle Account-State; Park Land Trust Revolving Account-Non-Appr)

13. Teanaway Community Forest Operation

When the Legislature created the Teanaway Community Forest, it established five goals for the stewardship of this landscape including improving watershed protection, restoring forest health, retaining working lands, maintaining recreation access, and fostering community partnerships. Implementing the newly adopted forest management plan and responding to the community's needs require a consistent level of staffing. Current operational funding is directed primarily toward law enforcement, fire and county weed board assessments, and noxious weed control. Increased operational funding is provided for supplies and materials and for two full-time staff needed to manage this important 50,241-acre community forest. (General Fund-State)

14. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Forest Development Account-State; other accounts)

**Department of Natural Resources
Recommendation Summary**

15. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; Forest Development Account-State; other accounts)

16. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Forest Development Account-State; other accounts)

17. WPEA General Government

Funding is provided for a collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; Forest Development Account-State; other accounts)

18. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; Forest Development Account-State; other accounts)

19. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State; Forest Development Account-State; Resources Management Cost Account-State; other accounts)

20. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal; Forest Development Account-State; other accounts)

Agency 490

Department of Natural Resources Recommendation Summary

21. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State; Forest Development Account-State; Resources Management Cost Account-State)

22. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (Resources Management Cost Account-State)

23. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; Forest Development Account-State; ORV & Non-Highway Vehicle Account-State; other accounts)

24. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Forest Development Account-State; ORV & Non-Highway Vehicle Account-State; other accounts)

25. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; General Fund-Federal; Forest Development Account-State; other accounts)

NATURAL RESOURCES AND RECREATION

Agency 495

Department of Agriculture Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	777.1	34,134	151,281	185,415
2017-19 Maintenance Level	851.3	33,029	155,929	188,958
Difference from 2015-17	74.3	-1,105	4,648	3,543
% Change from 2015-17	9.6%	-3.2%	3.1%	1.9%
Policy Other Changes:				
1. Asian Gypsy Moth Eradication	5.6	180	543	723
2. Food Safety Lab Accreditation	0.0	334	0	334
3. Produce Safety Federal Agreement	10.0	0	3,332	3,332
4. Edible Marijuana Inspections *	1.0	0	200	200
5. Voluntary Marijuana Certification *	4.6	0	900	900
6. Reduce Spartina Eradication	0.0	0	-400	-400
Policy -- Other Total	21.1	514	4,575	5,089
Policy Comp Changes:				
7. State Public Employee Benefits Rate	0.0	154	684	838
8. WFSE General Government	0.0	24	1,744	1,768
9. State Represented Emp Benefits Rate	0.0	88	1,145	1,233
10. WPEA General Government	0.0	425	368	793
11. Non-Rep General Wage Increase	0.0	317	1,373	1,690
12. Non-Rep Targeted Pay Increases	0.0	2	19	21
13. Non-Rep Minimum Starting Wage	0.0	1	1	2
14. WFSE Orca Transit Pass	0.0	0	22	22
15. Orca Transit Pass-Not WFSE	0.0	6	8	14
Policy -- Comp Total	0.0	1,017	5,364	6,381
Policy Central Services Changes:				
16. Archives/Records Management	0.0	0	1	1
17. Legal Services	0.0	2	9	11
18. CTS Central Services	0.0	32	147	179
19. DES Central Services	0.0	19	91	110

Agency 495

**Department of Agriculture
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
20. OFM Central Services	0.0	-113	-510	-623
Policy -- Central Svcs Total	0.0	-60	-262	-322
Total Policy Changes	21.1	1,471	9,677	11,148
2017-19 Policy Level	872.4	34,500	165,606	200,106
Difference from 2015-17	95.4	366	14,325	14,691
% Change from 2015-17	12.3%	1.1%	9.5%	7.9%

POLICY CHANGES

1. Asian Gypsy Moth Eradication

In the spring of 2016, the Washington State Department of Agriculture (WSDA) Plant Pest Program conducted Asian Gypsy Moth eradication in western Washington. Additional post-treatment monitoring is required by the U.S. Department of Agriculture to determine the effectiveness of these treatments. WSDA will conduct two additional calendar years of post-treatment, high-density trapping. (General Fund-State; General Fund-Federal)

2. Food Safety Lab Accreditation

The department's Food Safety and Consumer Services Laboratory is the state's central lab to test for pathogens in food, feed and dairy products. This testing is used to protect public and animal health. Additional resources will allow the laboratory to maintain its International Standard Organization (ISO) accreditation that protects consumers from contaminated food and feed and will ensure faster recalls and fewer challenges from the responsible firms. (General Fund-State)

3. Produce Safety Federal Agreement

The federal Food Safety and Modernization Act (FSMA) was signed into law in 2011. The goal of this law is to prevent food contamination before it occurs. In 2013, the U.S. Food and Drug Administration adopted a Produce Safety rule, and Washington is a major grower of produce covered by this rule. Using federal funding, WSDA will develop a program to educate and train producers and to develop inspection and testing procedures to ensure the safety of produce grown in Washington. This will benefit Washington residents and consumers in other states and nations. (General Fund-Federal)

**Department of Agriculture
Recommendation Summary**

4. Edible Marijuana Inspections *

Marijuana-infused edible products are now being sold in the state. The Liquor and Cannabis Board currently contracts with the Washington State Department of Agriculture (WSDA) to ensure marijuana edibles are produced under appropriate sanitary conditions. Funding is provided for proposed agency request legislation to grant WSDA direct statutory authority to regulate the sanitary processing of marijuana-infused edible products to protect consumers. (Agricultural Local Account-Non-Appr)

5. Voluntary Marijuana Certification *

Funding is provided for proposed agency request legislation allowing WSDA to establish a new voluntary program to certify state-licensed marijuana producers and processors who use "natural" and "sustainable" production practices. This will help producers and processors to differentiate themselves in the marketplace and meet consumer demand for such assurances. (Agricultural Local Account-Non-Appr)

6. Reduce Spartina Eradication

Spartina is a nonnative cordgrass that grows in estuaries on the coast and Puget Sound which can take over shellfish growing areas. Over the last several biennia, the department has been successful in eliminating Spartina from most areas of the state. Funding for monitoring and eradication efforts is reduced to align better with the amount of Spartina in state waters. (Aquatic Lands Enhancement Account-State)

7. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Aquatic Lands Enhancement Account-State; other accounts)

8. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; Aquatic Lands Enhancement Account-State; other accounts)

9. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Aquatic Lands Enhancement Account-State; other accounts)

Agency 495

Department of Agriculture Recommendation Summary

10. WPEA General Government

Funding is provided for a collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; Agricultural Local Account-Non-Appr; other accounts)

11. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; Aquatic Lands Enhancement Account-State; other accounts)

12. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; Agricultural Local Account-Non-Appr; State Toxics Control Account-State)

13. Non-Rep Minimum Starting Wage

This provides resources to increase the starting wage for non-represented employees to \$12 an hour, effective July 1, 2017, and for wage increases for classified state employees who work in job classes where the pay is aligned with job classes affected by the minimum starting wage. (General Fund-State; Agricultural Local Account-Non-Appr)

14. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-Federal; Agricultural Local Account-Non-Appr; Grain Inspection Revolving Account-Non-Appr)

15. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal; Agricultural Local Account-Non-Appr)

Agency 495

Department of Agriculture Recommendation Summary

16. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (Agricultural Local Account-Non-Appr)

17. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; General Fund-Federal; Agricultural Local Account-Non-Appr; other accounts)

18. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; General Fund-Federal; Aquatic Lands Enhancement Account-State; other accounts)

19. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; General Fund-Federal; Aquatic Lands Enhancement Account-State; other accounts)

20. OFM Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Office of Financial Management (OFM) for the One Washington project and support for OFM's enterprise applications. (General Fund-State; General Fund-Federal; Aquatic Lands Enhancement Account-State; other accounts)

Agency 205

Board of Pilotage Commissioners Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	2.5	1,651	1,651
2017-19 Maintenance Level	2.5	5,000	5,000
Difference from 2015-17	0.0	3,349	3,349
% Change from 2015-17	0.0%	202.8%	202.8%
Policy Other Changes:			
1. Self-Insurance Premium Adjustment	0.0	-1,227	-1,227
Policy -- Other Total	0.0	-1,227	-1,227
Policy Comp Changes:			
2. State Public Employee Benefits Rate	0.0	8	8
3. Non-Rep General Wage Increase	0.0	25	25
4. Orca Transit Pass-Not WFSE	0.0	2	2
Policy -- Comp Total	0.0	35	35
Policy Central Services Changes:			
5. Legal Services	0.0	2	2
6. DES Central Services	0.0	43	43
Policy -- Central Svcs Total	0.0	45	45
Total Policy Changes	0.0	-1,147	-1,147
2017-19 Policy Level	2.5	3,853	3,853
Difference from 2015-17	0.0	2,202	2,202
% Change from 2015-17	0.0%	133.4%	133.4%

POLICY CHANGES

1. Self-Insurance Premium Adjustment

Budgeted funding levels are adjusted to reflect expected self-insurance premium costs in the 2017-19 biennium.
(Pilotage Account-Non-Appr)

Board of Pilotage Commissioners Recommendation Summary

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Pilotage Account-Non-Appr)

3. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Pilotage Account-Non-Appr)

4. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Pilotage Account-Non-Appr)

5. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Pilotage Account-Non-Appr)

6. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Pilotage Account-Non-Appr)

Agency 225

Washington State Patrol Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	2,423.0	80,671	550,520	631,191
2017-19 Maintenance Level	2,422.6	82,931	515,606	598,537
Difference from 2015-17	-0.4	2,260	-34,914	-32,654
% Change from 2015-17	0.0%	2.8%	-6.3%	-5.2%
Policy Other Changes:				
1. Lease and Move Costs	0.0	0	5,028	5,028
2. Aircraft Maintenance	0.0	0	221	221
3. Aircraft Maintenance	0.0	221	0	221
4. JINDEX	0.0	0	150	150
5. Burn Building COP Authority	0.0	0	1,004	1,004
6. 1063 Lease and Move Costs	0.0	3,792	0	3,792
7. Increased Vehicle Costs	0.0	0	424	424
8. Reappropriation for Upgrade	0.0	0	3,421	3,421
9. SAK Tracking Database Funding	2.0	0	1,039	1,039
10. Defend Against Aquatic Species	0.0	0	0	0
11. Additional Cadet Classes	13.7	0	1,888	1,888
12. E911 Statewide Phone System Upgrade	0.0	0	971	971
13. LMR Support and Maintenance	1.0	0	1,000	1,000
14. Emergency Repairs	0.0	0	250	250
15. Roof Replacements	0.0	0	728	728
16. Shelton Skid Pan Replacement	0.0	0	1,700	1,700
17. HVAC Replacements	0.0	0	200	200
18. Whiskey Ridge Generator Shelter	0.0	0	175	175
19. Shelton Training Tank Equipment	0.0	0	700	700
Policy -- Other Total	16.7	4,013	18,899	22,912
Policy Comp Changes:				
20. State Public Employee Benefits Rate	0.0	0	3,400	3,400
21. WSP Troopers' CB Agreement	0.0	2,447	37,902	40,349
22. WSP Lieutenants' CB Agreement	0.0	1,324	3,032	4,356

TRANSPORTATION

Agency 225

Washington State Patrol Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
23. WFSE General Government	0.0	2,991	2,354	5,345
24. State Represented Emp Benefits Rate	0.0	606	2,139	2,745
25. WPEA General Government	0.0	132	977	1,109
26. PTE Local 17 Agreement	0.0	11	4,377	4,388
27. The Coalition of Unions Agreement	0.0	45	353	398
28. Non-Rep General Wage Increase	0.0	266	946	1,212
29. WFSE Orca Transit Pass	0.0	44	74	118
30. Orca Transit Pass-Not WFSE	0.0	0	268	268
Policy -- Comp Total	0.0	7,866	55,822	63,688
Policy Central Services Changes:				
31. Archives/Records Management	0.0	2	10	12
32. Audit Services	0.0	0	1	1
33. Legal Services	0.0	5	21	26
34. CTS Central Services	0.0	-164	84	-80
35. DES Central Services	0.0	78	317	395
36. OFM Central Services	0.0	0	-1	-1
Policy -- Central Svcs Total	0.0	-79	432	353
Total Policy Changes	16.7	11,800	75,153	86,953
2017-19 Policy Level	2,439.3	94,731	590,759	685,490
Difference from 2015-17	16.3	14,060	40,239	54,299
% Change from 2015-17	0.7%	17.4%	7.3%	8.6%

POLICY CHANGES

1. Lease and Move Costs

The Washington State Patrol, State Treasurer, Office of Financial Management and some legislative entities will be moving into the 1063 Building in fiscal year 2018. Funding is provided for the cost of moving, furniture and fixtures, and lease costs. (State Patrol Highway Account-State)

Agency 225

Washington State Patrol Recommendation Summary

2. Aircraft Maintenance

Additional expenditure authority is provided for State Patrol aircraft maintenance. (State Patrol Nonappropriation Airplane Revolving Account-State)

3. Aircraft Maintenance

Funding is provided to maintain Washington State Patrol aircraft, including the 1995 King Air. (General Fund-State)

4. JINDEX

Funding is provided for the continued operation of the Justice Information Data Exchange (JINDEX) that allows multiple agencies to use information from WSP for Target Zero data, litigation, and licensing purposes. (State Patrol Highway Account-State)

5. Burn Building COP Authority

Expenditure authority is provided for Certificate of Participation (COP) financing to pay for the construction of the Fire Training Academy burn building. (Fire Service Training Account-State)

6. 1063 Lease and Move Costs

The Washington State Patrol, State Treasurer, Office of Financial Management and some legislative entities will be moving into the 1063 Building in fiscal year 2018. Funding is provided for the cost of moving, furniture and fixtures, and lease costs. (General Fund-State)

7. Increased Vehicle Costs

Increased costs for pursuit vehicles are funded to maintain the fleet and to provide cars to new troopers. (State Patrol Highway Account-State)

8. Reappropriation for Upgrade

Due to delays in the project schedule in the 2015-17 biennium, one-time funding is provided in the 2017-19 biennium to complete the Washington State Identification System and Washington Crime Information Center. (Enhanced 911 Account-State; Fingerprint Identification Account-State)

9. SAK Tracking Database Funding

Funding is provided to continue development of a statewide Sexual Assault Kit (SAK) tracking system and to provide ongoing support for the system. (Fingerprint Identification Account-State)

Washington State Patrol Recommendation Summary

10. Defend Against Aquatic Species

Aquatic Invasive Species (AIS) are an increasing threat to hydro-electric systems, irrigation canals and fish ladders. AIS also threaten Washington's ecosystems, fishing opportunities and local industries through their damaging effects on native animal and plant life. The Washington Department of Fish and Wildlife is proposing legislation raise revenue from various sources to expand AIS prevention, enforcement and response activities. This legislation also consolidates AIS accounts. (Aquatic Invasive Species Enforcement Account-State; Aquatic Invasive Species Management Account-State)

11. Additional Cadet Classes

To address vacancy issues within the State Patrol, funding is provided for the continuation of the 108th Trooper Basic Class initiated in the 2015-17 biennium. (State Patrol Highway Account-State)

12. E911 Statewide Phone System Upgrade

One-time funding is provided for upgrading emergency communications systems within four districts of the Washington State Patrol. (State Patrol Highway Account-State)

13. LMR Support and Maintenance

To provide continuing operation, system updates and necessary maintenance, funding is provided for one additional staff and vendor maintenance support for the new P25 Digital Land Mobile Radio (LMR) system. (State Patrol Highway Account-State)

14. Emergency Repairs

Funding is needed to ensure continued operation of Washington State Patrol (WSP) facilities in the event that an emergency situation occurs. Facilities that cannot allow operations at a safe and efficient level will close until acceptable conditions can be restored. Funding is requested for these emergency repairs. (State Patrol Highway Account-State)

15. Roof Replacements

Funding is provided for roof replacements at the following WSP facilities: Okanogan Detachment, Ellensburg Detachment, Chehalis Detachment, and Hoquiam Detachment. (State Patrol Highway Account-State)

16. Shelton Skid Pan Replacement

Funding is provided to replace the skid pan at the Shelton Academy. (State Patrol Highway Account-State)

17. HVAC Replacements

Funding is provided for HVAC replacements at the Shelton Academy. (State Patrol Highway Account-State)

Agency 225

Washington State Patrol Recommendation Summary

18. Whiskey Ridge Generator Shelter

Funding is provided for construction of a weatherproof enclosure of the emergency generator at the Whiskey Ridge radio communications site. (State Patrol Highway Account-State)

19. Shelton Training Tank Equipment

Partial funding was provided for updates to the Shelton Academy training tank in the 2015-17 biennium. Additional funding is provided for the completion of these updates. (State Patrol Highway Account-State)

20. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (State Patrol Highway Account-State; State Patrol Highway Account-Federal; Highway Safety Account-State)

21. WSP Troopers' CB Agreement

Funding is provided for an agreement with Washington State Patrol (WSP) Troopers' Association, which includes a general wage increase of 16 percent for troopers and 20 percent for sergeants, effective July 1, 2017; a general wage increase of 3 percent, effective July 1, 2018; a new 1 percent longevity step at 25 years of service; additional pay for targeted specialties; and changes to vacation leave accruals. (General Fund-State; General Fund-Federal; Vehicle License Fraud Account-State; other accounts)

22. WSP Lieutenants' CB Agreement

Funding is provided for an agreement with Washington State Patrol (WSP) Lieutenants' Association, which includes a general wage increase of 20 percent, effective July 1, 2017; a general wage increase of 3 percent, effective July 1, 2018; a new 1 percent longevity step at 25 years of service; and an increase in standby pay for lieutenants. (General Fund-State; State Patrol Highway Account-State; State Patrol Highway Account-Federal)

23. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

Washington State Patrol Recommendation Summary

24. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Death Investigations Account-State; other accounts)

25. WPEA General Government

Funding is provided for a collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; Death Investigations Account-State; other accounts)

26. PTE Local 17 Agreement

Funding is provided for a collective bargaining agreement with the International Federation of Professional and Technical Engineers (PTE), Local 17, which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; State Patrol Highway Account-State; State Patrol Highway Account-Federal; other accounts)

27. The Coalition of Unions Agreement

Funding is provided for a collective bargaining agreement with the Coalition of Unions (Coalition) which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; State Patrol Highway Account-State; State Patrol Highway Account-Federal)

28. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; Death Investigations Account-State; other accounts)

Agency 225

Washington State Patrol Recommendation Summary

29. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-State; General Fund-Federal; Death Investigations Account-State; other accounts)

30. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (State Patrol Highway Account-State; State Patrol Highway Account-Federal; State Patrol Highway Account-Local; other accounts)

31. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State; State Patrol Highway Account-State)

32. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (State Patrol Highway Account-State)

33. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; State Patrol Highway Account-State)

34. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; State Patrol Highway Account-State)

35. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; State Patrol Highway Account-State)

36. OFM Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Office of Financial Management (OFM) for the One Washington project and support for OFM's enterprise applications. (State Patrol Highway Account-State)

TRANSPORTATION

Agency 228

Washington Traffic Safety Commission Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	20.5	25,795	25,795
2017-19 Maintenance Level	20.5	25,212	25,212
Difference from 2015-17	0.0	-583	-583
% Change from 2015-17	0.0%	-2.3%	-2.3%
Policy Other Changes:			
1. Expenditure Authority Adjustment	0.0	1,000	1,000
2. JINDEX	0.0	150	150
Policy -- Other Total	0.0	1,150	1,150
Policy Comp Changes:			
3. State Public Employee Benefits Rate	0.0	62	62
4. Non-Rep General Wage Increase	0.0	148	148
Policy -- Comp Total	0.0	210	210
Policy Central Services Changes:			
5. Legal Services	0.0	1	1
6. CTS Central Services	0.0	14	14
7. DES Central Services	0.0	2	2
Policy -- Central Svcs Total	0.0	17	17
Total Policy Changes	0.0	1,377	1,377
2017-19 Policy Level	20.5	26,589	26,589
Difference from 2015-17	0.0	794	794
% Change from 2015-17	0.0%	3.1%	3.1%

POLICY CHANGES

1. Expenditure Authority Adjustment

Additional expenditure authority is provided for a portion of federal funds transferred from the Washington State Department of Transportation to the Washington Traffic Safety Commission. (Highway Safety Account-Federal)

Agency 228

Washington Traffic Safety Commission Recommendation Summary

2. JINDEX

Funding is provided for the continued operation of the Justice Information Data Exchange (JINDEX) that allows multiple agencies to use information from the Washington State Patrol for Target Zero data, litigation and licensing purposes. (Highway Safety Account-State)

3. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Highway Safety Account-State; Highway Safety Account-Federal)

4. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Highway Safety Account-State; Highway Safety Account-Federal)

5. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Highway Safety Account-State)

6. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Highway Safety Account-State; Highway Safety Account-Federal)

7. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Highway Safety Account-State; Highway Safety Account-Federal)

TRANSPORTATION

Agency 240

Department of Licensing Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	1,362.2	2,667	363,217	365,884
2017-19 Maintenance Level	1,316.7	2,708	323,571	326,279
Difference from 2015-17	-45.5	41	-39,646	-39,605
% Change from 2015-17	-3.3%	1.5%	-10.9%	-10.8%
Policy Other Changes:				
1. Enhanced Driver License Workload	0.0	0	4,821	4,821
2. Other Fund Adjustments	0.0	0	-200	-200
3. JINDEX	0.0	0	150	150
4. Printing and Postage Savings	0.0	0	-250	-250
5. DRIVES Maintenance	0.0	0	7,750	7,750
6. CIS Completion and Maintenance	0.0	0	627	627
7. Continuation of BTM DRIVES	21.9	0	22,130	22,130
8. Facility Six-Year Plan	0.0	0	1,603	1,603
9. Firearms Workload Backlog	0.0	382	0	382
Policy -- Other Total	21.9	382	36,631	37,013
Policy Comp Changes:				
10. State Public Employee Benefits Rate	0.0	6	497	503
11. WFSE General Government	0.0	35	4,726	4,761
12. State Represented Emp Benefits Rate	0.0	24	3,097	3,121
13. WPEA General Government	0.0	0	60	60
14. PTE Local 17 Agreement	0.0	0	2,598	2,598
15. Non-Rep General Wage Increase	0.0	14	1,306	1,320
16. WFSE Orca Transit Pass	0.0	0	30	30
17. Orca Transit Pass-Not WFSE	0.0	0	82	82
Policy -- Comp Total	0.0	79	12,396	12,475
Policy Central Services Changes:				
18. Archives/Records Management	0.0	0	5	5
19. Audit Services	0.0	0	4	4

Agency 240

Department of Licensing Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
20. Legal Services	0.0	0	72	72
21. Administrative Hearings	0.0	0	3	3
22. CTS Central Services	0.0	23	2,053	2,076
23. DES Central Services	0.0	0	223	223
24. OFM Central Services	0.0	-8	9	1
Policy -- Central Svcs Total	0.0	15	2,369	2,384
Total Policy Changes	21.9	476	51,396	51,872
2017-19 Policy Level	1,338.6	3,184	374,967	378,151
Difference from 2015-17	-23.7	517	11,750	12,267
% Change from 2015-17	-1.7%	19.4%	3.2%	3.4%

POLICY CHANGES

1. Enhanced Driver License Workload

The Department of Licensing (DOL) is experiencing increased demand for enhanced driver licenses and enhanced identicards. Funding is provided for additional customer service staff at DOL's busiest offices and communication and outreach activities. (Highway Safety Account-State)

3. JINDEX

Funding is provided for the continued operation of the Justice Information Data Exchange that allows multiple agencies to use information from the Washington State Patrol for Target Zero data, litigation, and licensing purposes. (Highway Safety Account-State)

4. Printing and Postage Savings

Funding is reduced to reflect postage and printing savings from the department's pilot program to send postcard renewal reminders. (Motor Vehicle Account-State)

5. DRIVES Maintenance

Maintenance and support funding for the department's new computer system (DRIVES) is provided. (Highway Safety Account-State)

**Department of Licensing
Recommendation Summary**

6. CIS Completion and Maintenance

Funding is provided to complete the Central Issuance System (CIS) project. (Highway Safety Account-State)

7. Continuation of BTM DRIVES

Funding is continued for the business and technology modernization (BTM) of the department's DRIVES computer system. This item is for the drivers portion of the project. (Highway Safety Account-State)

8. Facility Six-Year Plan

The department will reconfigure 12 driver licensing offices and relocate two offices to meet facility needs identified in the 2017-2023 Six-Year Facilities Plan. (Highway Safety Account-State)

9. Firearms Workload Backlog

The Department of Licensing will hire contract staff in fiscal year 2018 to eliminate the backlog in firearm pistol transfers and sales records. (General Fund-State)

10. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Architects' License Account-State; Professional Engineers' Account-State; other accounts)

11. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; Architects' License Account-State; Professional Engineers' Account-State; other accounts)

12. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Architects' License Account-State; Professional Engineers' Account-State; other accounts)

Agency 240

Department of Licensing Recommendation Summary

13. WPEA General Government

Funding is provided for a collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Motor Vehicle Account-State)

14. PTE Local 17 Agreement

Funding is provided for a collective bargaining agreement with the International Federation of Professional and Technical Engineers (PTE), Local 17, which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Motorcycle Safety Education Account-State; Highway Safety Account-State; Motor Vehicle Account-State)

15. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; Architects' License Account-State; Professional Engineers' Account-State; other accounts)

16. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (Highway Safety Account-State)

17. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Highway Safety Account-State; Motor Vehicle Account-State)

18. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (Highway Safety Account-State; Motor Vehicle Account-State)

19. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (Highway Safety Account-State; Motor Vehicle Account-State)

Agency 240

Department of Licensing Recommendation Summary

20. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Business & Professions Account-State; Highway Safety Account-State; Motor Vehicle Account-State)

21. Administrative Hearings

Agency budgets are adjusted to reflect each agency's anticipated share of charges for administrative hearings. (Real Estate Commission Account-State; Business & Professions Account-State; Motor Vehicle Account-State)

22. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Architects' License Account-State; Professional Engineers' Account-State; other accounts)

23. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Business & Professions Account-State; Highway Safety Account-State; Motor Vehicle Account-State)

24. OFM Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Office of Financial Management (OFM) for the One Washington project and support for OFM's enterprise applications. (General Fund-State; Architects' License Account-State; Professional Engineers' Account-State; other accounts)

Agency 405

Department of Transportation Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	6,957.8	6,011,650	6,011,650
2017-19 Maintenance Level	4,795.6	1,791,335	1,791,335
Difference from 2015-17	-2,162.2	-4,220,315	-4,220,315
% Change from 2015-17	-31.1%	-70.2%	-70.2%
Policy Other Changes:			
1. Other Fund Adjustments	0.0	-1,389	-1,389
2. Capital Projects	2,155.8	3,261,894	3,261,894
3. CSC Vendor Increase	0.0	1,654	1,654
4. Ferries IT Support	4.0	194	194
5. Software License and Maintenance	0.0	1,466	1,466
6. Local Government Assessments	0.0	74	74
7. EV Infrastructure Bank	0.0	1,000	1,000
8. Reappropriate Federal Authority	0.0	2,500	2,500
9. High Speed Rail Study	0.0	1,000	1,000
10. JINDEX	0.0	150	150
11. Eagle Harbor Apprentices	2.0	271	271
12. Surplus Property Disposal	0.0	200	200
13. Strategic Improvements	2.0	488	488
14. New CSC System & Operator	7.5	28,000	28,000
15. Workforce & Leadership Development	1.0	389	389
16. Ticketing and Reservation System	0.0	782	782
17. Emergency Repair Operating Costs	0.0	1,000	1,000
18. Capital Reappropriation	0.0	425,709	425,709
19. Practical Solutions Training	4.0	980	980
20. Regional Mobility Grants	0.0	50,000	50,000
21. Damages by Known Third Parties	0.0	4,616	4,616
22. Local Government Stormwater Fees	0.0	1,001	1,001
23. Labor System Replacement	4.0	9,588	9,588
24. Design-Build Project Delivery	2.0	478	478
25. WSF Dispatch System Replacement	1.0	1,779	1,779
26. Ferry Vessel Maintenance	0.0	8,743	8,743
27. Ferries Fuel Test	0.0	425	425

TRANSPORTATION

Agency 405

Department of Transportation Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
28. Human Resources Support for WSF	0.1	0	0
29. Reappropriate Mobility Grants	0.0	14,668	14,668
30. Transit Projects Reappropriation	0.0	1,325	1,325
31. Standby Vessel Operations	0.0	1,182	1,182
32. Ferries Network Systems Support	2.0	2,296	2,296
33. New Amtrak Cascades Service	4.5	19,505	19,505
Policy -- Other Total	2,189.9	3,841,968	3,841,968
<i>Policy Comp Changes:</i>			
34. Inlandboatmen's Union Agreement	0.0	7,771	7,771
35. MEBA Agreement	0.0	4,954	4,954
36. MM&P Agreement	0.0	3,322	3,322
37. Metal Trades Award/Agreement	0.0	720	720
38. PNWRC Award/Agreement	0.0	213	213
39. OPEIU Local 8 Award/Agreement	0.0	837	837
40. FASPAA Agreement	0.0	363	363
41. SEIU Local 6 Agreement	0.0	40	40
42. State Public Employee Benefits Rate	0.0	1,943	1,943
43. WFSE General Government	0.0	17,383	17,383
44. State Represented Emp Benefits Rate	0.0	10,934	10,934
45. PTE Local 17 Agreement	0.0	2,766	2,766
46. Non-Rep General Wage Increase	0.0	5,474	5,474
47. Non-Rep Targeted Pay Increases	0.0	659	659
48. WFSE Orca Transit Pass	0.0	436	436
49. Orca Transit Pass-Not WFSE	0.0	1,712	1,712
Policy -- Comp Total	0.0	59,527	59,527
<i>Policy Central Services Changes:</i>			
50. Archives/Records Management	0.0	25	25
51. Audit Services	0.0	7	7
52. Legal Services	0.0	111	111
53. Administrative Hearings	0.0	2	2
54. CTS Central Services	0.0	104	104
55. DES Central Services	0.0	971	971
Policy -- Central Svcs Total	0.0	1,220	1,220
Total Policy Changes	2,189.9	3,902,715	3,902,715

Agency 405

**Department of Transportation
Recommendation Summary**

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2017-19 Policy Level	6,985.5	5,694,050	5,694,050
Difference from 2015-17	27.7	-317,600	-317,600
% Change from 2015-17	0.4%	-5.3%	-5.3%

TRANSPORTATION

Agency 405

Department of Transportation Pgm B - Toll Op & Maint-Op Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	50.3	90,920	90,920
2017-19 Maintenance Level	51.0	92,502	92,502
Difference from 2015-17	0.7	1,582	1,582
% Change from 2015-17	1.3%	1.7%	1.7%
Policy Other Changes:			
1. CSC Vendor Increase	0.0	1,654	1,654
2. Strategic Improvements	2.0	488	488
3. New CSC System & Operator	7.5	28,000	28,000
Policy -- Other Total	9.5	30,142	30,142
Policy Comp Changes:			
4. State Public Employee Benefits Rate	0.0	38	38
5. WFSE General Government	0.0	116	116
6. State Represented Emp Benefits Rate	0.0	100	100
7. PTE Local 17 Agreement	0.0	152	152
8. Non-Rep General Wage Increase	0.0	102	102
9. Non-Rep Targeted Pay Increases	0.0	16	16
10. WFSE Orca Transit Pass	0.0	18	18
11. Orca Transit Pass-Not WFSE	0.0	20	20
Policy -- Comp Total	0.0	562	562
Total Policy Changes	9.5	30,704	30,704
2017-19 Policy Level	60.5	123,206	123,206
Difference from 2015-17	10.2	32,286	32,286
% Change from 2015-17	20.2%	35.5%	35.5%

Agency 405

Department of Transportation
Pgm B - Toll Op & Maint-Op
Recommendation Summary

POLICY CHANGES**1. CSC Vendor Increase**

Additional funding is provided to align the budget with expected costs for the current customer service center (CSC) vendor in the 2017-19 biennium. (High-Occupancy Toll Lanes Operations Account-State; State Route Number 520 Corridor Account-State; Tacoma Narrows Toll Bridge Account-State; other accounts)

2. Strategic Improvements

Funding is provided to improve data analysis and risk mitigation in the Tolling Division. (High-Occupancy Toll Lanes Operations Account-State; State Route Number 520 Corridor Account-State; Tacoma Narrows Toll Bridge Account-State; other accounts)

3. New CSC System & Operator

Funding is provided to procure a new toll back office system and CSC operator. (High-Occupancy Toll Lanes Operations Account-State; State Route Number 520 Corridor Account-State; Tacoma Narrows Toll Bridge Account-State; other accounts)

4. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (State Route Number 520 Corridor Account-State)

5. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (State Route Number 520 Corridor Account-State; State Route Number 520 Civil Penalties Account-State; Tacoma Narrows Toll Bridge Account-State; other accounts)

6. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (State Route Number 520 Corridor Account-State; State Route Number 520 Civil Penalties Account-State; Tacoma Narrows Toll Bridge Account-State; other accounts)

Department of Transportation
Pgm B - Toll Op & Maint-Op
Recommendation Summary

7. PTE Local 17 Agreement

Funding is provided for a collective bargaining agreement with the International Federation of Professional and Technical Engineers (PTE), Local 17, which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (State Route Number 520 Corridor Account-State; State Route Number 520 Civil Penalties Account-State; Tacoma Narrows Toll Bridge Account-State)

8. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (State Route Number 520 Corridor Account-State)

9. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (State Route Number 520 Corridor Account-State)

10. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (State Route Number 520 Corridor Account-State; State Route Number 520 Civil Penalties Account-State; Tacoma Narrows Toll Bridge Account-State; other accounts)

11. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (State Route Number 520 Corridor Account-State; Tacoma Narrows Toll Bridge Account-State)

Agency 405

**Department of Transportation
Pgm C - Information Technology
Recommendation Summary**

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	225.1	75,357	75,357
2017-19 Maintenance Level	225.1	76,087	76,087
Difference from 2015-17	0.0	730	730
% Change from 2015-17	0.0%	1.0%	1.0%
Policy Other Changes:			
1. Ferries IT Support	4.0	194	194
2. Software License and Maintenance	0.0	1,466	1,466
3. Labor System Replacement	4.0	9,588	9,588
4. Ferries Network Systems Support	2.0	2,296	2,296
Policy -- Other Total	10.0	13,544	13,544
Policy Comp Changes:			
5. State Public Employee Benefits Rate	0.0	231	231
6. WFSE General Government	0.0	926	926
7. State Represented Emp Benefits Rate	0.0	378	378
8. PTE Local 17 Agreement	0.0	23	23
9. Non-Rep General Wage Increase	0.0	681	681
10. WFSE Orca Transit Pass	0.0	30	30
11. Orca Transit Pass-Not WFSE	0.0	18	18
Policy -- Comp Total	0.0	2,287	2,287
Total Policy Changes	10.0	15,831	15,831
2017-19 Policy Level	235.1	91,918	91,918
Difference from 2015-17	10.0	16,561	16,561
% Change from 2015-17	4.4%	22.0%	22.0%

Department of Transportation Pgm C - Information Technology Recommendation Summary

POLICY CHANGES

1. Ferries IT Support

Funding is provided for three positions to support the electronic fare system and the vehicle reservation system. Additional staff and funding is provided for one Help Desk support position to manage ferry computer user accounts and critical high-priority incidents. (Motor Vehicle Account-State)

2. Software License and Maintenance

Funding is provided for the increased costs of software licenses and equipment maintenance agreements that support all Washington State Department of Transportation agency-wide project deliveries, program activities, and business operations. (Motor Vehicle Account-State)

3. Labor System Replacement

Funding is provided to implement the EmpCenter time and attendance system across the agency. This system replaces WSDOT's existing labor distribution systems and marine labor system. (Motor Vehicle Account-State)

4. Ferries Network Systems Support

Funding and staff are provided for supporting and maintaining the Ferries Division's Marine Access and Security Control system, bridge navigation system, vessel connectivity system, and Payment Card Industry data security system. (Motor Vehicle Account-State)

5. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

6. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Motor Vehicle Account-State)

Agency 405

**Department of Transportation
Pgm C - Information Technology
Recommendation Summary**

7. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

8. PTE Local 17 Agreement

Funding is provided for a collective bargaining agreement with the International Federation of Professional and Technical Engineers (PTE), Local 17, which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Motor Vehicle Account-State)

9. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Motor Vehicle Account-State)

10. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (Motor Vehicle Account-State)

11. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Motor Vehicle Account-State)

TRANSPORTATION

Agency 405

Department of Transportation Pgm D - Facilities-Operating Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	81.7	27,643	27,643
2017-19 Maintenance Level	81.7	28,110	28,110
Difference from 2015-17	0.0	467	467
% Change from 2015-17	0.0%	1.7%	1.7%
Policy Other Changes:			
1. Local Government Assessments	0.0	74	74
Policy -- Other Total	0.0	74	74
Policy Comp Changes:			
2. State Public Employee Benefits Rate	0.0	48	48
3. WFSE General Government	0.0	304	304
4. State Represented Emp Benefits Rate	0.0	182	182
5. PTE Local 17 Agreement	0.0	22	22
6. Non-Rep General Wage Increase	0.0	127	127
7. Non-Rep Targeted Pay Increases	0.0	30	30
8. WFSE Orca Transit Pass	0.0	10	10
9. Orca Transit Pass-Not WFSE	0.0	2	2
Policy -- Comp Total	0.0	725	725
Total Policy Changes	0.0	799	799
2017-19 Policy Level	81.7	28,909	28,909
Difference from 2015-17	0.0	1,266	1,266
% Change from 2015-17	0.0%	4.6%	4.6%

POLICY CHANGES

1. Local Government Assessments

Funding is provided for property assessments from local governments for emergency medical services, weed control, irrigation, diking, drainage, landscaping, roads, fire districts, and other city and county support. (Motor Vehicle Account-State)

Agency 405

Department of Transportation
Pgm D - Facilities-Operating
Recommendation Summary

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

3. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Motor Vehicle Account-State)

4. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

5. PTE Local 17 Agreement

Funding is provided for a collective bargaining agreement with the International Federation of Professional and Technical Engineers (PTE), Local 17, which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Motor Vehicle Account-State)

6. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Motor Vehicle Account-State)

7. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (Motor Vehicle Account-State)

TRANSPORTATION

Agency 405

Department of Transportation Pgm D - Facilities-Operating Recommendation Summary

8. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (Motor Vehicle Account-State)

9. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Motor Vehicle Account-State)

Agency 405

**Department of Transportation
Pgm D - Facilities-Capital
Recommendation Summary**

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	7.5	22,319	22,319
2017-19 Maintenance Level	0.0	0	0
Difference from 2015-17	-7.5	-22,319	-22,319
% Change from 2015-17	-100.0%	-100.0%	-100.0%
Policy Other Changes:			
1. Capital Projects	7.5	29,087	29,087
2. Capital Reappropriation	0.0	1,257	1,257
Policy -- Other Total	7.5	30,344	30,344
Total Policy Changes	7.5	30,344	30,344
2017-19 Policy Level	7.5	30,344	30,344
Difference from 2015-17	0.0	8,025	8,025
% Change from 2015-17	0.0%	36.0%	36.0%

POLICY CHANGES

1. Capital Projects

Funding is provided for projects that maintain the department's capital facilities and continue construction on new facilities for the department in Wenatchee and Lacey. (Motor Vehicle Account-State; Connecting Washington Account-State)

2. Capital Reappropriation

Expenditure authority is adjusted for unspent funds from the previous biennium. (Connecting Washington Account-State)

TRANSPORTATION

Agency 405

Department of Transportation Pgm E - Transpo Equipment Fund Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	209.3	127,435	127,435
2017-19 Maintenance Level	209.3	138,469	138,469
Difference from 2015-17	0.0	11,034	11,034
% Change from 2015-17	0.0%	8.7%	8.7%
2017-19 Policy Level	209.3	138,469	138,469
Difference from 2015-17	0.0	11,034	11,034
% Change from 2015-17	0.0%	8.7%	8.7%

Agency 405

Department of Transportation
Pgm F - Aviation
Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	10.6	12,788	12,788
2017-19 Maintenance Level	10.6	10,711	10,711
Difference from 2015-17	0.0	-2,077	-2,077
% Change from 2015-17	0.0%	-16.2%	-16.2%
Policy Other Changes:			
1. Other Fund Adjustments	0.0	-1,389	-1,389
2. Reappropriate Federal Authority	0.0	2,500	2,500
Policy -- Other Total	0.0	1,111	1,111
Policy Comp Changes:			
3. State Public Employee Benefits Rate	0.0	22	22
4. WFSE General Government	0.0	3	3
5. State Represented Emp Benefits Rate	0.0	8	8
6. PTE Local 17 Agreement	0.0	12	12
7. Non-Rep General Wage Increase	0.0	53	53
Policy -- Comp Total	0.0	98	98
Total Policy Changes	0.0	1,209	1,209
2017-19 Policy Level	10.6	11,920	11,920
Difference from 2015-17	0.0	-868	-868
% Change from 2015-17	0.0%	-6.8%	-6.8%

POLICY CHANGES

1. Other Fund Adjustments

Expenditure authority is reduced in the Aeronautics Account-State to reflect available revenues and fund balance. The Aeronautics Account-Local expenditure authority is increased to allow local contributions from counties, cities and other local entities to provide a match to the Aviation Division's disadvantaged business enterprise disparity study. (Aeronautics Account-State; Aeronautics Account-Local)

Department of Transportation
Pgm F - Aviation
Recommendation Summary

2. Reappropriate Federal Authority

Additional federal authority is provided for the continuation of the Methow Valley Airport runway project. (Aeronautics Account-Federal)

3. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Aeronautics Account-State)

4. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Aeronautics Account-State)

5. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Aeronautics Account-State)

6. PTE Local 17 Agreement

Funding is provided for a collective bargaining agreement with the International Federation of Professional and Technical Engineers (PTE), Local 17, which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Aeronautics Account-State)

7. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Aeronautics Account-State)

Agency 405

Department of Transportation
Pgm H - Pgm Delivery Mgmt & Suppt
Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	247.0	54,661	54,661
2017-19 Maintenance Level	247.0	53,771	53,771
Difference from 2015-17	0.0	-890	-890
% Change from 2015-17	0.0%	-1.6%	-1.6%
Policy Other Changes:			
1. Surplus Property Disposal	0.0	200	200
2. Practical Solutions Training	4.0	980	980
3. Design-Build Project Delivery	2.0	478	478
Policy -- Other Total	6.0	1,658	1,658
Policy Comp Changes:			
4. State Public Employee Benefits Rate	0.0	372	372
5. WFSE General Government	0.0	224	224
6. State Represented Emp Benefits Rate	0.0	294	294
7. PTE Local 17 Agreement	0.0	330	330
8. Non-Rep General Wage Increase	0.0	1,075	1,075
9. Non-Rep Targeted Pay Increases	0.0	14	14
10. WFSE Orca Transit Pass	0.0	10	10
11. Orca Transit Pass-Not WFSE	0.0	20	20
Policy -- Comp Total	0.0	2,339	2,339
Total Policy Changes	6.0	3,997	3,997
2017-19 Policy Level	253.0	57,768	57,768
Difference from 2015-17	6.0	3,107	3,107
% Change from 2015-17	2.4%	5.7%	5.7%

**Department of Transportation
Pgm H - Pgm Delivery Mgmt & Suppt
Recommendation Summary**

POLICY CHANGES

1. Surplus Property Disposal

Additional expenditure authority is provided to contract out the backlog of appraisals for Department-owned properties approved for disposal. (Motor Vehicle Account-State)

2. Practical Solutions Training

Expenditure authority is provided to continue and complete agency-wide Practical Solutions Training. (Motor Vehicle Account-State)

3. Design-Build Project Delivery

Expenditure authority is provided to improve and increase the level of design-build project delivery throughout the agency per recommendations from the 2016 Review of WSDOT's Implementation of Design-Build Project Delivery. (Motor Vehicle Account-State)

4. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State; Multimodal Transportation Account-State)

5. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Motor Vehicle Account-State)

6. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

Agency 405

Department of Transportation
Pgm H - Pgm Delivery Mgmt & Suppt
Recommendation Summary

7. PTE Local 17 Agreement

Funding is provided for a collective bargaining agreement with the International Federation of Professional and Technical Engineers (PTE), Local 17, which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Motor Vehicle Account-State)

8. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Motor Vehicle Account-State; Multimodal Transportation Account-State)

9. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (Motor Vehicle Account-State)

10. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (Motor Vehicle Account-State)

11. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Motor Vehicle Account-State)

TRANSPORTATION

Agency 405

Department of Transportation Pgm I - Improvements Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	1,202.7	2,450,660	2,450,660
2017-19 Maintenance Level	0.0	0	0
Difference from 2015-17	-1,202.7	-2,450,660	-2,450,660
% Change from 2015-17	-100.0%	-100.0%	-100.0%
Policy Other Changes:			
1. Capital Projects	1,205.0	2,016,117	2,016,117
2. Capital Reappropriation	0.0	151,660	151,660
Policy -- Other Total	1,205.0	2,167,777	2,167,777
Total Policy Changes	1,205.0	2,167,777	2,167,777
2017-19 Policy Level	1,205.0	2,167,777	2,167,777
Difference from 2015-17	2.3	-282,883	-282,883
% Change from 2015-17	0.2%	-11.5%	-11.5%

POLICY CHANGES

1. Capital Projects

The Improvements Program implements capital projects that increase highway capacity, reduce congestion, increase mobility, and prevent collisions. (Transportation Partnership Account-State; Transportation Partnership Account-Bonds; Motor Vehicle Account-State; other accounts)

2. Capital Reappropriation

Expenditure authority is adjusted for unspent funds from the previous biennium. (Transportation Partnership Account-State; Motor Vehicle Account-State; Motor Vehicle Account-Federal; other accounts)

Agency 405

Department of Transportation
Pgm K - Public/Private Part-Op
Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	2.0	1,600	1,600
2017-19 Maintenance Level	2.0	622	622
Difference from 2015-17	0.0	-978	-978
% Change from 2015-17	0.0%	-61.1%	-61.1%
Policy Other Changes:			
1. EV Infrastructure Bank	0.0	1,000	1,000
Policy -- Other Total	0.0	1,000	1,000
Policy Comp Changes:			
2. State Public Employee Benefits Rate	0.0	5	5
3. Non-Rep General Wage Increase	0.0	18	18
Policy -- Comp Total	0.0	23	23
Total Policy Changes	0.0	1,023	1,023
2017-19 Policy Level	2.0	1,645	1,645
Difference from 2015-17	0.0	45	45
% Change from 2015-17	0.0%	2.8%	2.8%

POLICY CHANGES**1. EV Infrastructure Bank**

Funding is provided for an electric vehicle (EV) charging infrastructure bank program to support the deployment of publicly accessible electric vehicle charging stations in Washington. (Electric Vehicle Charging Infrastructure Account-State)

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

3. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Motor Vehicle Account-State)

TRANSPORTATION

Agency 405

Department of Transportation Pgm M - Highway Maintenance Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	1,542.8	431,107	431,107
2017-19 Maintenance Level	1,542.8	446,678	446,678
Difference from 2015-17	0.0	15,571	15,571
% Change from 2015-17	0.0%	3.6%	3.6%
Policy Other Changes:			
1. Damages by Known Third Parties	0.0	4,616	4,616
2. Local Government Stormwater Fees	0.0	1,001	1,001
Policy -- Other Total	0.0	5,617	5,617
Policy Comp Changes:			
3. State Public Employee Benefits Rate	0.0	286	286
4. WFSE General Government	0.0	14,237	14,237
5. State Represented Emp Benefits Rate	0.0	4,338	4,338
6. Non-Rep General Wage Increase	0.0	780	780
7. Non-Rep Targeted Pay Increases	0.0	172	172
8. WFSE Orca Transit Pass	0.0	310	310
9. Orca Transit Pass-Not WFSE	0.0	26	26
Policy -- Comp Total	0.0	20,149	20,149
Total Policy Changes	0.0	25,766	25,766
2017-19 Policy Level	1,542.8	472,444	472,444
Difference from 2015-17	0.0	41,337	41,337
% Change from 2015-17	0.0%	9.6%	9.6%

POLICY CHANGES

1. Damages by Known Third Parties

Funding is provided to repair damages to highways caused by known third parties. Expenditures are offset by revenues collected from these parties. (Motor Vehicle Account-State)

Agency 405

Department of Transportation
Pgm M - Highway Maintenance
Recommendation Summary

2. Local Government Stormwater Fees

Funding is provided for payment of stormwater utility fees assessed by local governments as required by RCW 90.03.525 for the mitigation of stormwater runoff from state highways. (Motor Vehicle Account-State)

3. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

4. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Motor Vehicle Account-State)

5. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

6. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Motor Vehicle Account-State)

7. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (Motor Vehicle Account-State)

8. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (Motor Vehicle Account-State)

9. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Motor Vehicle Account-State)

TRANSPORTATION

Agency 405

Department of Transportation Pgm P - Preservation Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	795.0	678,552	678,552
2017-19 Maintenance Level	0.0	0	0
Difference from 2015-17	-795.0	-678,552	-678,552
% Change from 2015-17	-100.0%	-100.0%	-100.0%
Policy Other Changes:			
1. Capital Projects	795.0	634,022	634,022
2. Capital Reappropriation	0.0	227,901	227,901
Policy -- Other Total	795.0	861,923	861,923
Total Policy Changes	795.0	861,923	861,923
2017-19 Policy Level	795.0	861,923	861,923
Difference from 2015-17	0.0	183,371	183,371
% Change from 2015-17	0.0%	27.0%	27.0%

POLICY CHANGES

1. Capital Projects

The Highway Preservation program preserves the structural integrity of the state highway system. Projects include preservation or rehabilitation of existing roadway pavement, bridges, and other structures and facilities. (Recreational Vehicle Account-State; Transportation Partnership Account-State; Motor Vehicle Account-State; other accounts)

2. Capital Reappropriation

Expenditure authority is adjusted for unspent funds from the previous biennium. (Recreational Vehicle Account-State; Transportation Partnership Account-State; Motor Vehicle Account-State; other accounts)

Agency 405

**Department of Transportation
Pgm Q - Traffic Operations - Op
Recommendation Summary**

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	242.4	59,952	59,952
2017-19 Maintenance Level	247.4	64,866	64,866
Difference from 2015-17	5.0	4,914	4,914
% Change from 2015-17	2.1%	8.2%	8.2%
Policy Comp Changes:			
1. State Public Employee Benefits Rate	0.0	126	126
2. WFSE General Government	0.0	947	947
3. State Represented Emp Benefits Rate	0.0	604	604
4. PTE Local 17 Agreement	0.0	1,443	1,443
5. Non-Rep General Wage Increase	0.0	371	371
6. Non-Rep Targeted Pay Increases	0.0	183	183
7. WFSE Orca Transit Pass	0.0	48	48
8. Orca Transit Pass-Not WFSE	0.0	46	46
Policy -- Comp Total	0.0	3,768	3,768
Total Policy Changes	0.0	3,768	3,768
2017-19 Policy Level	247.4	68,634	68,634
Difference from 2015-17	5.0	8,682	8,682
% Change from 2015-17	2.1%	14.5%	14.5%

POLICY CHANGES**1. State Public Employee Benefits Rate**

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

Department of Transportation
Pgm Q - Traffic Operations - Op
Recommendation Summary

2. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Motor Vehicle Account-State)

3. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

4. PTE Local 17 Agreement

Funding is provided for a collective bargaining agreement with the International Federation of Professional and Technical Engineers (PTE), Local 17, which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Motor Vehicle Account-State)

5. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Motor Vehicle Account-State)

6. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (Motor Vehicle Account-State)

7. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (Motor Vehicle Account-State)

8. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Motor Vehicle Account-State)

Agency 405

**Department of Transportation
Pgm Q - Traffic Operations - Cap
Recommendation Summary**

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	10.3	14,957	14,957
2017-19 Maintenance Level	0.0	0	0
Difference from 2015-17	-10.3	-14,957	-14,957
% Change from 2015-17	-100.0%	-100.0%	-100.0%
Policy Other Changes:			
1. Capital Projects	10.3	9,635	9,635
2. Capital Reappropriation	0.0	1,787	1,787
Policy -- Other Total	10.3	11,422	11,422
Total Policy Changes	10.3	11,422	11,422
2017-19 Policy Level	10.3	11,422	11,422
Difference from 2015-17	0.0	-3,535	-3,535
% Change from 2015-17	0.0%	-23.6%	-23.6%

POLICY CHANGES

1. Capital Projects

The Traffic Operations Capital program constructs projects that improve traveler information and apply advanced technology to the transportation system. Examples include traffic cameras, variable message signs, highway advisory radios, ramp meters, traffic data collectors, and traffic management centers. (Motor Vehicle Account-State; Motor Vehicle Account-Federal; Motor Vehicle Account-Local)

2. Capital Reappropriation

Expenditure authority is adjusted for unspent funds from the previous biennium. (Motor Vehicle Account-State; Motor Vehicle Account-Federal; Motor Vehicle Account-Local)

TRANSPORTATION

Agency 405

Department of Transportation Pgm S - Transportation Management Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	172.2	32,136	32,136
2017-19 Maintenance Level	172.2	33,987	33,987
Difference from 2015-17	0.0	1,851	1,851
% Change from 2015-17	0.0%	5.8%	5.8%
Policy Other Changes:			
1. Workforce & Leadership Development	1.0	389	389
2. Human Resources Support for WSF	8.6	1,466	1,466
Policy -- Other Total	9.6	1,855	1,855
Policy Comp Changes:			
3. State Public Employee Benefits Rate	0.0	267	267
4. WFSE General Government	0.0	307	307
5. State Represented Emp Benefits Rate	0.0	204	204
6. PTE Local 17 Agreement	0.0	16	16
7. Non-Rep General Wage Increase	0.0	681	681
8. Non-Rep Targeted Pay Increases	0.0	30	30
9. Orca Transit Pass-Not WFSE	0.0	8	8
Policy -- Comp Total	0.0	1,513	1,513
Total Policy Changes	9.6	3,368	3,368
2017-19 Policy Level	181.8	37,355	37,355
Difference from 2015-17	9.6	5,219	5,219
% Change from 2015-17	5.6%	16.2%	16.2%

POLICY CHANGES

1. Workforce & Leadership Development

Funding is provided for one FTE staff and costs related to training and succession planning at the department.
(Motor Vehicle Account-State)

Agency 405

Department of Transportation
Pgm S - Transportation Management
Recommendation Summary

2. Human Resources Support for WSF

Funding is transferred to Program S (Transportation Management and Support) from Programs W and X (Ferries Capital and Operating) to consolidate human resource staff into one program. (Motor Vehicle Account-State)

3. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

4. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Motor Vehicle Account-State)

5. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

6. PTE Local 17 Agreement

Funding is provided for a collective bargaining agreement with the International Federation of Professional and Technical Engineers (PTE), Local 17, which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Motor Vehicle Account-State)

7. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Motor Vehicle Account-State)

TRANSPORTATION

Agency 405

Department of Transportation Pgm S - Transportation Management Recommendation Summary

8. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (Motor Vehicle Account-State)

9. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Motor Vehicle Account-State)

Agency 405

Department of Transportation
Pgm T - Transpo Plan, Data & Resch
Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	186.5	52,630	52,630
2017-19 Maintenance Level	186.5	60,447	60,447
Difference from 2015-17	0.0	7,817	7,817
% Change from 2015-17	0.0%	14.9%	14.9%
Policy Other Changes:			
1. JINDEX	0.0	150	150
Policy -- Other Total	0.0	150	150
Policy Comp Changes:			
2. State Public Employee Benefits Rate	0.0	209	209
3. WFSE General Government	0.0	152	152
4. State Represented Emp Benefits Rate	0.0	293	293
5. PTE Local 17 Agreement	0.0	616	616
6. Non-Rep General Wage Increase	0.0	613	613
7. Non-Rep Targeted Pay Increases	0.0	78	78
8. Orca Transit Pass-Not WFSE	0.0	12	12
Policy -- Comp Total	0.0	1,973	1,973
Total Policy Changes	0.0	2,123	2,123
2017-19 Policy Level	186.5	62,570	62,570
Difference from 2015-17	0.0	9,940	9,940
% Change from 2015-17	0.0%	18.9%	18.9%

POLICY CHANGES**1. JINDEX**

Funding is provided for the continued operation of the Justice Information Data Exchange (JINDEX) that allows multiple agencies to use information from the Washington State Patrol for Target Zero data, litigation and licensing purposes. (Multimodal Transportation Account-State)

Department of Transportation
Pgm T - Transpo Plan, Data & Resch
Recommendation Summary

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

3. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Motor Vehicle Account-State)

4. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

5. PTE Local 17 Agreement

Funding is provided for a collective bargaining agreement with the International Federation of Professional and Technical Engineers (PTE), Local 17, which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Motor Vehicle Account-State)

6. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Motor Vehicle Account-State)

7. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (Motor Vehicle Account-State)

8. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Motor Vehicle Account-State)

Agency 405

**Department of Transportation
Pgm U - Charges from Other Agys
Recommendation Summary**

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	78,281	78,281
2017-19 Maintenance Level	0.0	71,972	71,972
Difference from 2015-17	0.0	-6,309	-6,309
% Change from 2015-17		-8.1%	-8.1%
Policy Central Services Changes:			
1. Archives/Records Management	0.0	25	25
2. Audit Services	0.0	7	7
3. Legal Services	0.0	111	111
4. Administrative Hearings	0.0	2	2
5. CTS Central Services	0.0	104	104
6. DES Central Services	0.0	971	971
Policy -- Central Svcs Total	0.0	1,220	1,220
Total Policy Changes	0.0	1,220	1,220
2017-19 Policy Level	0.0	73,192	73,192
Difference from 2015-17	0.0	-5,089	-5,089
% Change from 2015-17		-6.5%	-6.5%

POLICY CHANGES**1. Archives/Records Management**

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (Motor Vehicle Account-State; Multimodal Transportation Account-State)

2. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (Motor Vehicle Account-State; Multimodal Transportation Account-State)

Department of Transportation
Pgm U - Charges from Other Agys
Recommendation Summary

3. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (Motor Vehicle Account-State; Multimodal Transportation Account-State)

4. Administrative Hearings

Agency budgets are adjusted to reflect each agency's anticipated share of charges for administrative hearings. (Motor Vehicle Account-State)

5. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Motor Vehicle Account-State; Multimodal Transportation Account-State)

6. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Motor Vehicle Account-State; Multimodal Transportation Account-State)

Agency 405

Department of Transportation
Pgm V - Public Transportation
Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	24.7	172,686	172,686
2017-19 Maintenance Level	24.7	152,092	152,092
Difference from 2015-17	0.0	-20,594	-20,594
% Change from 2015-17	0.0%	-11.9%	-11.9%
Policy Other Changes:			
1. Regional Mobility Grants	0.0	50,000	50,000
2. Reappropriate Mobility Grants	0.0	14,668	14,668
3. Transit Projects Reappropriation	0.0	1,325	1,325
Policy -- Other Total	0.0	65,993	65,993
Policy Comp Changes:			
4. State Public Employee Benefits Rate	0.0	78	78
5. WFSE General Government	0.0	25	25
6. State Represented Emp Benefits Rate	0.0	30	30
7. PTE Local 17 Agreement	0.0	22	22
8. Non-Rep General Wage Increase	0.0	221	221
9. Orca Transit Pass-Not WFSE	0.0	10	10
Policy -- Comp Total	0.0	386	386
Total Policy Changes	0.0	66,379	66,379
2017-19 Policy Level	24.7	218,471	218,471
Difference from 2015-17	0.0	45,785	45,785
% Change from 2015-17	0.0%	26.5%	26.5%

POLICY CHANGES

1. Regional Mobility Grants

Funding is provided for the Regional Mobility Grant program to reduce travel delays and improve connections between counties and regional population centers. (Regional Mobility Grant Program Account-State)

Department of Transportation
Pgm V - Public Transportation
Recommendation Summary

2. Reappropriate Mobility Grants

Due to project delays, expenditures planned for the 2015-17 biennium are reappropriated in the 2017-19 biennium. (Regional Mobility Grant Program Account-State)

3. Transit Projects Reappropriation

Due to project delays, expenditures planned for the 2015-17 biennium are reappropriated in the 2017-19 biennium. (Multimodal Transportation Account-State)

4. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Multimodal Transportation Account-State)

5. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Multimodal Transportation Account-State)

6. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Multimodal Transportation Account-State)

7. PTE Local 17 Agreement

Funding is provided for a collective bargaining agreement with the International Federation of Professional and Technical Engineers (PTE), Local 17, which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Multimodal Transportation Account-State)

Agency 405

Department of Transportation
Pgm V - Public Transportation
Recommendation Summary

8. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Multimodal Transportation Account-State)

9. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Multimodal Transportation Account-State)

TRANSPORTATION

Agency 405

Department of Transportation Pgm W - WA State Ferries-Cap Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	126.0	406,035	406,035
2017-19 Maintenance Level	0.0	0	0
Difference from 2015-17	-126.0	-406,035	-406,035
% Change from 2015-17	-100.0%	-100.0%	-100.0%
Policy Other Changes:			
1. Capital Projects	126.0	362,058	362,058
2. Ticketing and Reservation System	0.0	782	782
3. Capital Reappropriation	0.0	-2,223	-2,223
4. WSF Dispatch System Replacement	1.0	1,779	1,779
5. Human Resources Support for WSF	-1.2	-214	-214
Policy -- Other Total	125.8	362,182	362,182
Total Policy Changes	125.8	362,182	362,182
2017-19 Policy Level	125.8	362,182	362,182
Difference from 2015-17	-0.3	-43,853	-43,853
% Change from 2015-17	-0.2%	-10.8%	-10.8%

POLICY CHANGES

1. Capital Projects

Funding is provided for ferry terminal and vessel capital projects. (Puget Sound Capital Construction Account-State; Puget Sound Capital Construction Account-Federal; Puget Sound Capital Construction Account-Local; other accounts)

2. Ticketing and Reservation System

Funding is provided to purchase replacement equipment for the ferry system's Wave2Go and ORCA ticketing and reservation system. (Puget Sound Capital Construction Account-State)

Agency 405

Department of Transportation
Pgm W - WA State Ferries-Cap
Recommendation Summary

3. Capital Reappropriation

Expenditure authority is adjusted for unspent funds from the previous biennium. (Puget Sound Capital Construction Account-State; Puget Sound Capital Construction Account-Federal)

4. WSF Dispatch System Replacement

Funding is provided to purchase and implement a new employee dispatch system for Washington State Ferries (WSF). (Puget Sound Capital Construction Account-State)

5. Human Resources Support for WSF

Funding is transferred to Program S (Transportation Management and Support) from Program W (Ferries Capital) to consolidate human resource staff into one program. (Puget Sound Capital Construction Account-State)

TRANSPORTATION

Agency 405

Department of Transportation Pgm X - WA State Ferries-Op Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	1,739.1	484,348	484,348
2017-19 Maintenance Level	1,741.5	480,641	480,641
Difference from 2015-17	2.4	-3,707	-3,707
% Change from 2015-17	0.1%	-0.8%	-0.8%
Policy Other Changes:			
1. Eagle Harbor Apprentices	2.0	271	271
2. Emergency Repair Operating Costs	0.0	1,000	1,000
3. Ferry Vessel Maintenance	0.0	8,743	8,743
4. Ferries Fuel Test	0.0	425	425
5. Human Resources Support for WSF	-7.3	-1,252	-1,252
6. Standby Vessel Operations	0.0	1,182	1,182
Policy -- Other Total	-5.3	10,369	10,369
Policy Comp Changes:			
7. Inlandboatmen's Union Agreement	0.0	7,771	7,771
8. MEBA Agreement	0.0	4,954	4,954
9. MM&P Agreement	0.0	3,322	3,322
10. Metal Trades Award/Agreement	0.0	720	720
11. PNWRC Award/Agreement	0.0	213	213
12. OPEIU Local 8 Award/Agreement	0.0	837	837
13. FASPAA Agreement	0.0	363	363
14. SEIU Local 6 Agreement	0.0	40	40
15. State Public Employee Benefits Rate	0.0	161	161
16. WFSE General Government	0.0	73	73
17. State Represented Emp Benefits Rate	0.0	4,444	4,444
18. PTE Local 17 Agreement	0.0	26	26
19. Non-Rep General Wage Increase	0.0	460	460
20. Non-Rep Targeted Pay Increases	0.0	14	14
21. WFSE Orca Transit Pass	0.0	8	8

Agency 405

Department of Transportation
Pgm X - WA State Ferries-Op
Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
22. Orca Transit Pass-Not WFSE	0.0	1,548	1,548
Policy -- Comp Total	0.0	24,954	24,954
Total Policy Changes	-5.3	35,323	35,323
2017-19 Policy Level	1,736.2	515,964	515,964
Difference from 2015-17	-2.9	31,616	31,616
% Change from 2015-17	-0.2%	6.5%	6.5%

POLICY CHANGES

1. Eagle Harbor Apprentices

Funding is provided for two apprentices at Eagle Harbor to meet the demands for journeymen marine trade skills to work on vessels and terminals. (Puget Sound Ferry Operations Account-State)

2. Emergency Repair Operating Costs

Funding is provided for the operating costs for moving boats when a vessel breaks down. (Puget Sound Ferry Operations Account-State)

3. Ferry Vessel Maintenance

Additional funding is provided for non-routine maintenance on ferry vessels. (Puget Sound Ferry Operations Account-Federal)

4. Ferries Fuel Test

Funding is provided for Washington State Ferries to conduct a pilot project for using 10 percent biodiesel as ferry fuel. (Puget Sound Ferry Operations Account-State)

5. Human Resources Support for WSF

Funding is transferred to Program S (Transportation Management and Support) from Program X (Ferries Operating) to consolidate human resource staff into one program. (Puget Sound Ferry Operations Account-State)

6. Standby Vessel Operations

The M/V Klahowya is retained as the standby vessel. Additional funding is provided to align the budget with expected costs for the biennium. (Puget Sound Ferry Operations Account-State)

Department of Transportation
Pgm X - WA State Ferries-Op
Recommendation Summary

7. Inlandboatmen's Union Agreement

Funding is provided for an agreement with Inlandboatmen's Union of the Pacific (IBU), which includes a general wage increase of 4 percent, effective July 1, 2017; a general wage increase of 1 percent, effective July 1, 2018; targeted increases; and changes to leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Puget Sound Ferry Operations Account-State)

8. MEBA Agreement

Funding is provided for an arbitration award and agreements with Marine Engineers Beneficial Association (MEBA), which includes a general wage increase of 3 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; targeted increases; and changes to relief, assignment, call back and premium pay; as well as increases in Maintenance and Cure payments and contributions to the MEBA Training School. Employee insurance included in the agreement is displayed in a separate item. (Puget Sound Ferry Operations Account-State)

9. MM&P Agreement

Funding is provided for an arbitration award and agreements with International Organization of Masters, Mates, and Pilots (MM&P), which include a general wage increase of 3 percent for Mates and Watch Supervisors, effective July 1, 2017, and general wage increases of 2 percent for Mates and 1 percent for Watch Supervisors, effective July 1, 2018; a general wage increase of 5.5 percent, effective July 1, 2017 and a general wage increase of 2.5 percent, effective July 1, 2018, for Masters. Also included are targeted increases and adjustments to holiday and assignment pay. Employee insurance included in the agreement is displayed in a separate item. (Puget Sound Ferry Operations Account-State)

10. Metal Trades Award/Agreement

Funding is provided for an arbitration award and agreement with Puget Sound Metal Trades Council, which includes a general wage increase of 3 percent, effective July 1, 2017; and a general wage increase of 3 percent, effective July 1, 2018, as well targeted increases and overtime pay. Employee insurance included in the agreement is displayed in a separate item. (Puget Sound Ferry Operations Account-State)

11. PNWRC Award/Agreement

Funding is provided for an arbitration award and agreement with Pacific Northwest Regional Council of Carpenters (PNWRCC), which includes a general wage increase of 4 percent, effective July 1, 2017, and a general wage increase of 3 percent, effective July 1, 2018, along with targeted increases and an increase in safety shoe reimbursement. Employee insurance included in the agreement is displayed in a separate item. (Puget Sound Ferry Operations Account-State)

Agency 405

Department of Transportation
Pgm X - WA State Ferries-Op
Recommendation Summary

12. OPEIU Local 8 Award/Agreement

Funding is provided for an arbitration award and agreement with Office and Professional Employees International Union (OPEIU) Local 8, which includes a general wage increase of 6.5 percent, effective July 1, 2017; a general wage increase of 6.5 percent, effective July 1, 2018; and changes in the salary structure. Employee insurance included in the agreement is displayed in a separate item. (Puget Sound Ferry Operations Account-State)

13. FASPAA Agreement

Funding is provided for an agreement with Ferry Agents, Supervisors, and Project Administrators Association (FASPAA), which includes a general wage increase of 3 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and changes to callback, on-call and relief assignment pay. Employee insurance included in the agreement is displayed in a separate item. (Puget Sound Ferry Operations Account-State)

14. SEIU Local 6 Agreement

Funding is provided for an agreement with Service Employees International Union (SEIU) Local 6, which includes a general wage increase of 6 percent, effective July 1, 2017; a general wage increase of 4 percent, effective July 1, 2018; and an increase in shift pay. Employee insurance included in the agreement is displayed in a separate item. (Puget Sound Ferry Operations Account-State)

15. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Puget Sound Ferry Operations Account-State)

16. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Puget Sound Ferry Operations Account-State)

17. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Puget Sound Ferry Operations Account-State)

Department of Transportation
Pgm X - WA State Ferries-Op
Recommendation Summary

18. PTE Local 17 Agreement

Funding is provided for a collective bargaining agreement with the International Federation of Professional and Technical Engineers (PTE), Local 17, which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Puget Sound Ferry Operations Account-State)

19. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Puget Sound Ferry Operations Account-State)

20. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (Puget Sound Ferry Operations Account-State)

21. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (Puget Sound Ferry Operations Account-State)

22. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Puget Sound Ferry Operations Account-State)

Agency 405

Department of Transportation
Pgm Y - Rail - Op
Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	10.2	59,518	59,518
2017-19 Maintenance Level	10.5	60,387	60,387
Difference from 2015-17	0.3	869	869
% Change from 2015-17	2.5%	1.5%	1.5%
Policy Other Changes:			
1. High Speed Rail Study	0.0	1,000	1,000
2. New Amtrak Cascades Service	4.5	19,505	19,505
Policy -- Other Total	4.5	20,505	20,505
Policy Comp Changes:			
3. State Public Employee Benefits Rate	0.0	27	27
4. WFSE General Government	0.0	15	15
5. State Represented Emp Benefits Rate	0.0	13	13
6. PTE Local 17 Agreement	0.0	21	21
7. Non-Rep General Wage Increase	0.0	77	77
Policy -- Comp Total	0.0	153	153
Total Policy Changes	4.5	20,658	20,658
2017-19 Policy Level	15.0	81,045	81,045
Difference from 2015-17	4.8	21,527	21,527
% Change from 2015-17	46.6%	36.2%	36.2%

POLICY CHANGES**1. High Speed Rail Study**

Funding is provided for a consultant study to analyze the costs and benefits of ultra high-speed rail transportation.
(Multimodal Transportation Account-State)

Department of Transportation
Pgm Y - Rail - Op
Recommendation Summary

2. New Amtrak Cascades Service

Funding is provided for two additional round trips between Seattle and Portland and to improve on-time performance for Amtrak Cascades service. (Multimodal Transportation Account-State)

3. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Multimodal Transportation Account-State)

4. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Multimodal Transportation Account-State)

5. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Multimodal Transportation Account-State)

6. PTE Local 17 Agreement

Funding is provided for a collective bargaining agreement with the International Federation of Professional and Technical Engineers (PTE), Local 17, which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Multimodal Transportation Account-State)

7. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Multimodal Transportation Account-State)

Agency 405

Department of Transportation
Pgm Y - Rail - Cap
Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	29.0	538,035	538,035
2017-19 Maintenance Level	0.0	0	0
Difference from 2015-17	-29.0	-538,035	-538,035
% Change from 2015-17	-100.0%	-100.0%	-100.0%
Policy Other Changes:			
1. Capital Projects	12.0	52,126	52,126
2. Capital Reappropriation	0.0	3,197	3,197
Policy -- Other Total	12.0	55,323	55,323
Total Policy Changes	12.0	55,323	55,323
2017-19 Policy Level	12.0	55,323	55,323
Difference from 2015-17	-17.0	-482,712	-482,712
% Change from 2015-17	-58.6%	-89.7%	-89.7%

POLICY CHANGES**1. Capital Projects**

Funding is provided for capital improvements to support intercity passenger rail and freight rail service. (Essential Rail Assistance Account-State; Transportation Infrastructure Account-State; Multimodal Transportation Account-State; other accounts)

2. Capital Reappropriation

Expenditure authority is adjusted for unspent funds from the previous biennium. (Multimodal Transportation Account-State)

TRANSPORTATION

Agency 405

Department of Transportation Pgm Z - Local Programs-Operating Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	43.7	12,022	12,022
2017-19 Maintenance Level	43.7	12,243	12,243
Difference from 2015-17	0.0	221	221
% Change from 2015-17	0.0%	1.8%	1.8%
Policy Comp Changes:			
1. State Public Employee Benefits Rate	0.0	73	73
2. WFSE General Government	0.0	54	54
3. State Represented Emp Benefits Rate	0.0	46	46
4. PTE Local 17 Agreement	0.0	83	83
5. Non-Rep General Wage Increase	0.0	215	215
6. Non-Rep Targeted Pay Increases	0.0	122	122
7. WFSE Orca Transit Pass	0.0	2	2
8. Orca Transit Pass-Not WFSE	0.0	2	2
Policy -- Comp Total	0.0	597	597
Total Policy Changes	0.0	597	597
2017-19 Policy Level	43.7	12,840	12,840
Difference from 2015-17	0.0	818	818
% Change from 2015-17	0.0%	6.8%	6.8%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

Agency 405

**Department of Transportation
Pgm Z - Local Programs-Operating
Recommendation Summary**

2. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Motor Vehicle Account-State)

3. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

4. PTE Local 17 Agreement

Funding is provided for a collective bargaining agreement with the International Federation of Professional and Technical Engineers (PTE), Local 17, which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (Motor Vehicle Account-State)

5. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Motor Vehicle Account-State)

6. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (Motor Vehicle Account-State)

7. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (Motor Vehicle Account-State)

8. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (Motor Vehicle Account-State)

TRANSPORTATION

Agency 405

Department of Transportation Pgm Z - Local Programs-Capital Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	128,008	128,008
2017-19 Maintenance Level	0.0	7,750	7,750
Difference from 2015-17	0.0	-120,258	-120,258
% Change from 2015-17		-93.9%	-93.9%
Policy Other Changes:			
1. Capital Projects	0.0	158,849	158,849
2. Capital Reappropriation	0.0	42,130	42,130
Policy -- Other Total	0.0	200,979	200,979
Total Policy Changes	0.0	200,979	200,979
2017-19 Policy Level	0.0	208,729	208,729
Difference from 2015-17	0.0	80,721	80,721
% Change from 2015-17		63.1%	63.1%

POLICY CHANGES

1. Capital Projects

Funding is provided for various local priority projects and the Pedestrian and Bicycle Safety and Safe Routes to Schools grant programs. (Highway Infrastructure Account-State; Highway Infrastructure Account-Federal; Motor Vehicle Account-Federal; other accounts)

2. Capital Reappropriation

Expenditure authority is adjusted for unspent funds from the previous biennium. (Transportation Partnership Account-State; Highway Safety Account-State; Motor Vehicle Account-State; other accounts)

Agency 406

County Road Administration Board Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	17.2	104,121	104,121
2017-19 Maintenance Level	17.2	5,058	5,058
Difference from 2015-17	0.0	-99,063	-99,063
% Change from 2015-17	0.0%	-95.1%	-95.1%
Policy Other Changes:			
1. Retirement Buyout Costs	0.0	39	39
2. County Ferry Capital Improvement	0.0	706	706
3. Rural Arterial Trust Capital	0.0	42,303	42,303
4. County Arterial Preservation	0.0	25,590	25,590
5. Connecting Washington Investments	0.0	9,688	9,688
6. Capital Reappropriation	0.0	11,039	11,039
Policy -- Other Total	0.0	89,365	89,365
Policy Comp Changes:			
7. State Public Employee Benefits Rate	0.0	43	43
8. Non-Rep General Wage Increase	0.0	130	130
9. Non-Rep Targeted Pay Increases	0.0	16	16
Policy -- Comp Total	0.0	189	189
Policy Central Services Changes:			
10. CTS Central Services	0.0	15	15
11. DES Central Services	0.0	7	7
Policy -- Central Svcs Total	0.0	22	22
Total Policy Changes	0.0	89,576	89,576
2017-19 Policy Level	17.2	94,634	94,634
Difference from 2015-17	0.0	-9,487	-9,487
% Change from 2015-17	0.0%	-9.1%	-9.1%

POLICY CHANGES

1. Retirement Buyout Costs

Funding is provided for one-time retirement buyout costs. (Motor Vehicle Account-State)

TRANSPORTATION

Agency 406

County Road Administration Board Recommendation Summary

2. County Ferry Capital Improvement

The County Ferry Capital Improvement program continues funding for the payment of construction loans for replacement of the M/V Steilacoom ferry in Pierce County. (Motor Vehicle Account-State)

3. Rural Arterial Trust Capital

The Rural Arterial program provides competitive grants to counties for projects on rural roads. (Rural Arterial Trust Account-State)

4. County Arterial Preservation

The County Arterial Preservation program provides grants to counties for urban and rural arterial road preservation based on each county's total arterial lane miles. (County Arterial Preservation Account-State)

5. Connecting Washington Investments

Additional funding is provided to the Rural Arterial Trust program and County Arterial Preservation program from the 2015 Connecting Washington investment package. (Rural Arterial Trust Account-State; County Arterial Preservation Account-State)

6. Capital Reappropriation

Unused expenditure authority from the 2015-17 biennium is reappropriated in the 2017-19 biennium. (Rural Arterial Trust Account-State)

7. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Rural Arterial Trust Account-State; Motor Vehicle Account-State; County Arterial Preservation Account-State)

8. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Rural Arterial Trust Account-State; Motor Vehicle Account-State; County Arterial Preservation Account-State)

9. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (County Arterial Preservation Account-State)

Agency 406

County Road Administration Board Recommendation Summary

10. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Motor Vehicle Account-State)

11. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Motor Vehicle Account-State)

TRANSPORTATION

Agency 407

Transportation Improvement Board Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	15.9	271,665	271,665
2017-19 Maintenance Level	15.9	4,114	4,114
Difference from 2015-17	0.0	-267,551	-267,551
% Change from 2015-17	0.0%	-98.5%	-98.5%
Policy Other Changes:			
1. SCPP and CHAP Programs	0.0	4,030	4,030
2. LED Streetlight Program	0.0	3,000	3,000
3. UAP, SP, SCAP, and APP Programs	0.0	199,113	199,113
4. Connecting Washington Investments	0.0	24,357	24,357
5. Capital Reappropriation	0.0	33,250	33,250
Policy -- Other Total	0.0	263,750	263,750
Policy Comp Changes:			
6. State Public Employee Benefits Rate	0.0	30	30
7. Non-Rep General Wage Increase	0.0	84	84
8. Non-Rep Targeted Pay Increases	0.0	90	90
Policy -- Comp Total	0.0	204	204
Policy Central Services Changes:			
9. CTS Central Services	0.0	15	15
10. DES Central Services	0.0	6	6
Policy -- Central Svcs Total	0.0	21	21
Total Policy Changes	0.0	263,975	263,975
2017-19 Policy Level	15.9	268,089	268,089
Difference from 2015-17	0.0	-3,576	-3,576
% Change from 2015-17	0.0%	-1.3%	-1.3%

Agency 407

Transportation Improvement Board Recommendation Summary

POLICY CHANGES

1. SCPP and CHAP Programs

Funding is provided for the Small City Preservation Program (SCPP) and City Hardship Assistance Program (CHAP). SCPP provides funding to cities with populations of less than 5,000 for chip seal, overlay of existing pavement, and maintenance of existing sidewalks. CHAP provides resurfacing assistance to offset costs of a state route jurisdictional transfer. (Small City Pavement & Sidewalk Account-State)

2. LED Streetlight Program

This item funds the LED Streetlight program. The LED Streetlight program, also known as Relight Washington, provides funding for street light replacement in low tax base cities. (Highway Safety Account-State)

3. UAP, SP, SCAP, and APP Programs

Funding is provided for the Urban Arterial Program (UAP), Sidewalk Program (SP), Small City Arterial Program (SCAP), and Arterial Preservation Program (APP). (Transportation Improvement Account-State)

4. Connecting Washington Investments

Additional funding is provided from the 2015 Connecting Washington investment package. (Transportation Improvement Account-State; Multimodal Transportation Account-State)

5. Capital Reappropriation

Unused expenditure authority from the 2015-17 biennium is reappropriated to the 2017-19 biennium. (Small City Pavement & Sidewalk Account-State; Transportation Improvement Account-State)

6. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Transportation Improvement Account-State)

7. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Transportation Improvement Account-State)

8. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (Transportation Improvement Account-State)

Transportation Improvement Board Recommendation Summary

9. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (Transportation Improvement Account-State)

10. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Transportation Improvement Account-State)

Agency 410

Transportation Commission Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	9.7	3,129	3,129
2017-19 Maintenance Level	9.7	2,190	2,190
Difference from 2015-17	0.0	-939	-939
% Change from 2015-17	0.0%	-30.0%	-30.0%
Policy Other Changes:			
1. WSTC Survey Program	0.0	82	82
Policy -- Other Total	0.0	82	82
Policy Comp Changes:			
2. State Public Employee Benefits Rate	0.0	32	32
3. Non-Rep General Wage Increase	0.0	50	50
Policy -- Comp Total	0.0	82	82
Policy Central Services Changes:			
4. DES Central Services	0.0	2	2
Policy -- Central Svcs Total	0.0	2	2
Total Policy Changes	0.0	166	166
2017-19 Policy Level	9.7	2,356	2,356
Difference from 2015-17	0.0	-773	-773
% Change from 2015-17	0.0%	-24.7%	-24.7%

POLICY CHANGES

1. WSTC Survey Program

Funding is provided for the Washington State Transportation Commission's (WSTC) online public input program to conduct one Voice of Washington State survey, one Ferry Riders Opinion Group survey, and one social media/email panel recruitment campaign during the 2017-19 biennium. (Motor Vehicle Account-State)

Transportation Commission Recommendation Summary

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

3. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Motor Vehicle Account-State)

4. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Motor Vehicle Account-State)

Agency 411

Freight Mobility Strategic Investment Board Recommendation Summary

Dollars in Thousands	Annual FTEs	Other Funds	Total Funds
2015-17 Estimated Expenditures	2.0	33,518	33,518
2017-19 Maintenance Level	2.0	760	760
Difference from 2015-17	0.0	-32,758	-32,758
% Change from 2015-17	0.0%	-97.7%	-97.7%
Policy Other Changes:			
1. Capital Projects	0.0	31,714	31,714
2. Connecting Washington Investments	0.0	17,022	17,022
Policy -- Other Total	0.0	48,736	48,736
Policy Comp Changes:			
3. State Public Employee Benefits Rate	0.0	5	5
4. Non-Rep General Wage Increase	0.0	15	15
Policy -- Comp Total	0.0	20	20
Total Policy Changes	0.0	48,756	48,756
2017-19 Policy Level	2.0	49,516	49,516
Difference from 2015-17	0.0	15,998	15,998
% Change from 2015-17	0.0%	47.7%	47.7%

POLICY CHANGES

1. Capital Projects

Funding is provided for freight mobility projects as selected by the Freight Mobility Strategic Investment Board. (Freight Mobility Investment Account-State; Highway Safety Account-State; Motor Vehicle Account-Federal; other accounts)

2. Connecting Washington Investments

Additional funding is provided from the 2015 Connecting Washington investment package. (Freight Mobility Investment Account-State; Freight Mobility Multimodal Account-State)

3. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Motor Vehicle Account-State)

TRANSPORTATION

Agency 411

Freight Mobility Strategic Investment Board Recommendation Summary

4. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Motor Vehicle Account-State)

Agency 350

Public Schools Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	370.6	18,033,903	2,075,179	20,109,082
2017-19 Maintenance Level	370.6	19,016,970	3,001,594	22,018,564
Difference from 2015-17	0.0	983,067	926,415	1,909,482
% Change from 2015-17	0.0%	5.5%	44.6%	9.5%
Policy Other Changes:				
1. Local Effort Assistance *	0.0	53,539	0	53,539
2. Administrative Transfer	3.0	0	1,708	1,708
3. Expand Oversight Authority *	2.0	0	385	385
4. Teacher and Principal Mentors *	0.0	56,280	0	56,280
5. Alternate Routes to Teacher *	0.0	0	11,000	11,000
6. Principal Internships and Workshops *	0.0	1,266	0	1,266
7. School Improvement Grants	0.0	3,832	0	3,832
8. Computer Science K-12 Expansion *	0.0	-2,000	0	-2,000
9. National Board Staffing *	0.0	300	0	300
10. Teacher Evaluation Training *	0.0	-5,000	0	-5,000
11. School Financial System Redesign *	0.0	9,878	0	9,878
12. Truancy Reduction *	0.0	1,330	0	1,330
13. Foster Care Youth Services *	0.0	1,368	0	1,368
14. Educator Training *	0.0	0	332,896	332,896
15. Paraeducator Training *	0.0	0	4,725	4,725
16. Support for Low-Income Students *	0.0	0	49,598	49,598
17. CTE/Skills Centers MSOC *	0.0	0	12,253	12,253
18. Student Support Staff *	0.0	0	325,249	325,249
19. Highly Capable *	0.0	0	3,855	3,855
Policy -- Other Total	5.0	120,793	741,669	862,462
Policy Comp Changes:				
20. State Public Employee Benefits Rate	0.0	628	414	1,042
21. Non-Rep General Wage Increase	0.0	1,375	867	2,242
22. Competitive Salaries K-12 Employees *	0.0	0	2,412,788	2,412,788
23. Health Insurance Benefits	0.0	138,696	407	139,103
Policy -- Comp Total	0.0	140,699	2,414,476	2,555,175

KINDERGARTEN THROUGH GRADE 12 EDUCATION

Agency 350

Public Schools Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
<i>Policy Central Services Changes:</i>				
24. Archives/Records Management	0.0	1	0	1
25. Audit Services	0.0	5	0	5
26. Legal Services	0.0	19	5	24
27. Administrative Hearings	0.0	21	0	21
28. CTS Central Services	0.0	1	0	1
29. DES Central Services	0.0	108	1	109
Policy -- Central Svcs Total	0.0	155	6	161
Total Policy Changes	5.0	261,647	3,156,151	3,417,798
2017-19 Policy Level	375.6	19,278,617	6,157,745	25,436,362
Difference from 2015-17	5.0	1,244,714	4,082,566	5,327,280
% Change from 2015-17	1.3%	6.9%	196.7%	26.5%

Agency 350

**Public Schools
OSPI & Statewide Programs
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	328.9	84,483	84,625	169,108
2017-19 Maintenance Level	328.9	81,928	83,862	165,790
Difference from 2015-17	0.0	-2,555	-763	-3,318
% Change from 2015-17	0.0%	-3.0%	-0.9%	-2.0%
Policy Other Changes:				
1. Alternate Routes to Teacher *	0.0	0	11,000	11,000
2. Computer Science K-12 Expansion *	0.0	-2,000	0	-2,000
3. National Board Staffing *	0.0	300	0	300
4. Consolidate Dual Credit Programs	0.0	2,122	0	2,122
5. School Financial System Redesign *	0.0	9,878	0	9,878
6. Truancy Reduction *	0.0	1,330	0	1,330
7. Foster Care Youth Services *	0.0	1,368	0	1,368
Policy -- Other Total	0.0	12,998	11,000	23,998
Policy Comp Changes:				
8. State Public Employee Benefits Rate	0.0	454	273	727
9. Non-Rep General Wage Increase	0.0	1,000	563	1,563
Policy -- Comp Total	0.0	1,454	836	2,290
Policy Central Services Changes:				
10. Archives/Records Management	0.0	1	0	1
11. Audit Services	0.0	5	0	5
12. Legal Services	0.0	19	0	19
13. Administrative Hearings	0.0	21	0	21
14. CTS Central Services	0.0	1	0	1
15. DES Central Services	0.0	108	0	108
Policy -- Central Svcs Total	0.0	155	0	155
Total Policy Changes	0.0	14,607	11,836	26,443
2017-19 Policy Level	328.9	96,535	95,698	192,233
Difference from 2015-17	0.0	12,052	11,073	23,125
% Change from 2015-17	0.0%	14.3%	13.1%	13.7%

Agency 350

Public Schools OSPI & Statewide Programs Recommendation Summary

POLICY CHANGES

1. Alternate Routes to Teacher *

Alternate Routes to Teacher certification partner school districts and universities to provide non-traditional preparation programs focused on attracting teachers in shortage areas such as bilingual, special education, science and math. Funding is provided to expand the program by 360 candidates, with increased emphasis on bilingual teachers. (Education Legacy Trust Account-State)

2. Computer Science K-12 Expansion *

The computer science and education grant program is transferred to the Office of Financial Management (OFM). Within the OFM budget step, grant funding is provided for curriculum development, teacher training, technology purchases and digital access for historically underserved groups, including girls and students from low-income, rural and ethnic minority communities. The budget triples the state's current investment and will be matched by the private sector. (General Fund-State)

3. National Board Staffing *

National Board certification is an advanced teaching credential. Staff to support the program at OSPI have been funded through a grant from the Department of Education. Grant funding is set to expire at the end of fiscal year 2017. State general fund dollars are provided to continue support staff for the program. (General Fund-State)

4. Consolidate Dual Credit Programs

Funding is merged for three programs: 1) AP/IB Exam Fee Grant for Low Income Students; 2) Dual Credit Subsidies; and 3) High School Acceleration. No change in total funding. (General Fund-State)

5. School Financial System Redesign *

Current school district financial systems often lack the capability to report timely and accurate detailed expenditures. Detailed expenditure information will enable school districts, state agencies and the Legislature to assess the financial health of school districts and the implementation of state and local policy. Funding is provided for OSPI and school districts to align accounting and reporting systems with the prototypical school model, align expenditures with revenues, and provide building level accounting. This will promote greater accountability. (General Fund-State)

Agency 350

**Public Schools
OSPI & Statewide Programs
Recommendation Summary**

6. Truancy Reduction *

House Bill 2449 established community truancy boards and other interventions to reduce student truancy and address the causes of chronic absenteeism. School attendance is essential to a student's academic performance and development of social and emotional skills. One-time funding was provided in fiscal year 2016 for training of staff members to serve on community truancy boards. The budget restores and increases grant funding to support community truancy boards. (General Fund-State)

7. Foster Care Youth Services *

To improve graduation rates and post-secondary educational outcomes, this step expands contracted educational planning and coaching services for approximately 120 youth in the state foster care system. (General Fund-State)

8. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

9. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

10. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State)

11. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-State)

12. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State)

Agency 350

**Public Schools
OSPI & Statewide Programs
Recommendation Summary**

13. Administrative Hearings

Agency budgets are adjusted to reflect each agency's anticipated share of charges for administrative hearings. (General Fund-State)

14. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

15. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 350

**Public Schools
General Apportionment
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	13,109,948	95,730	13,205,678
2017-19 Maintenance Level	0.0	14,197,233	507,609	14,704,842
Difference from 2015-17	0.0	1,087,285	411,879	1,499,164
% Change from 2015-17		8.3%	430.3%	11.4%
Policy Other Changes:				
1. Paraeducator Training *	0.0	0	3,120	3,120
2. CTE/Skills Centers MSOC *	0.0	0	12,253	12,253
3. Student Support Staff *	0.0	0	235,088	235,088
Policy -- Other Total	0.0	0	250,461	250,461
Total Policy Changes	0.0	0	250,461	250,461
2017-19 Policy Level	0.0	14,197,233	758,070	14,955,303
Difference from 2015-17	0.0	1,087,285	662,340	1,749,625
% Change from 2015-17		8.3%	691.9%	13.2%

POLICY CHANGES

1. Paraeducator Training *

Paraeducators provide integral instructional support in programs designed to reduce the opportunity gap. By providing training and professional development for paraeducators, students in these programs have a better chance of succeeding in the classroom. The paraeducator allocation is enhanced to account for an additional 20 hours in the 2017-18 school year and 40 hours in the 2018-19 school year of professional learning. (Education Legacy Trust Account-State)

Agency 350

**Public Schools
General Apportionment
Recommendation Summary**

2. CTE/Skills Centers MSOC *

The formulas for materials, supplies and operating costs (MSOC) for Career and Technical Education (CTE) programs and Skills Centers are enhanced to provide equipment and materials for courses that prepare students for family wage jobs in high-demand fields. The per-student formula for CTE is increased from \$1,473.45 to \$1,494.46 in the 2017-18 school year and from \$1,499.97 to \$1,648.14 in the 2018-19 school year. The per-student formula for Skills Centers is increased from \$1,310.16 to \$1,494.46 in the 2017-18 school year and from \$1,333.74 to \$1,648.14 in the 2018-19 school year. The enhancements are 20 percent greater than general education in the 2017-18 school year and 30 percent greater than general education in the 2018-19 school year. (Education Legacy Trust Account-State)

3. Student Support Staff *

Nonclassroom-based professionals in schools help prepare students for learning by addressing their academic, social and emotional needs. Allocations are increased by 1.0 FTE per prototypical school in the 2017-18 school year in half of all schools beginning with the highest poverty schools and in all schools in the 2018-19 school year. The enhancement is intended to increase values in the prototypical school model for school nurses, social workers, school psychologists, guidance counselors and family engagement coordinators (RCW 28A.150.260). (Education Legacy Trust Account-State)

Agency 350

**Public Schools
Pupil Transportation
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	985,080	0	985,080
2017-19 Maintenance Level	0.0	1,001,308	0	1,001,308
Difference from 2015-17	0.0	16,228	0	16,228
% Change from 2015-17		1.6%		1.6%
Policy Comp Changes:				
1. Health Insurance Benefits	0.0	647	0	647
Policy -- Comp Total	0.0	647	0	647
Total Policy Changes	0.0	647	0	647
2017-19 Policy Level	0.0	1,001,955	0	1,001,955
Difference from 2015-17	0.0	16,875	0	16,875
% Change from 2015-17		1.7%		1.7%

POLICY CHANGES

1. Health Insurance Benefits

The state-funded health benefit rate for state-funded certificated instructional staff and certificated administrative staff is increased from a monthly rate of \$780 to \$835.96 in the 2017-18 school year and \$848.91 in the 2018-19 school year. The monthly rate for state-funded classified staff is increased from \$898.56 to \$963.03 in the 2017-18 school year and \$977.94 in the 2018-19 school year. The rate increase for state-funded classified staff includes the impact of the classified benefit factor. (General Fund-State)

KINDERGARTEN THROUGH GRADE 12 EDUCATION

Agency 350

Public Schools School Food Services Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	14,222	671,344	685,566
2017-19 Maintenance Level	0.0	14,222	682,190	696,412
Difference from 2015-17	0.0	0	10,846	10,846
% Change from 2015-17		0.0%	1.6%	1.6%
Policy Comp Changes:				
1. Non-Rep General Wage Increase	0.0	0	1	1
Policy -- Comp Total	0.0	0	1	1
Total Policy Changes	0.0	0	1	1
2017-19 Policy Level	0.0	14,222	682,191	696,413
Difference from 2015-17	0.0	0	10,847	10,847
% Change from 2015-17		0.0%	1.6%	1.6%

POLICY CHANGES

1. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-Federal)

Agency 350

**Public Schools
Special Education
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	2.0	1,659,255	538,232	2,197,487
2017-19 Maintenance Level	2.0	1,826,022	583,194	2,409,216
Difference from 2015-17	0.0	166,767	44,962	211,729
% Change from 2015-17	0.0%	10.1%	8.4%	9.6%
Policy Other Changes:				
1. Paraeducator Training *	0.0	0	357	357
2. Student Support Staff *	0.0	0	32,539	32,539
Policy -- Other Total	0.0	0	32,896	32,896
Policy Comp Changes:				
3. State Public Employee Benefits Rate	0.0	5	46	51
4. Non-Rep General Wage Increase	0.0	10	104	114
Policy -- Comp Total	0.0	15	150	165
Total Policy Changes	0.0	15	33,046	33,061
2017-19 Policy Level	2.0	1,826,037	616,240	2,442,277
Difference from 2015-17	0.0	166,782	78,008	244,790
% Change from 2015-17	0.0%	10.1%	14.5%	11.1%

POLICY CHANGES

1. Paraeducator Training *

Paraeducators provide integral instructional support which contributes directly to reducing the opportunity gap. Effective professional development and time to collaborate with teachers better prepares paraeducators to help students succeed. The paraeducator allocation is enhanced to include 20 hours in the 2017-18 school year and 40 hours in the 2018-19 school year for professional learning directed by school districts. (Education Legacy Trust Account-State)

Agency 350

**Public Schools
Special Education
Recommendation Summary**

2. Student Support Staff *

Nonclassroom-based professionals in schools help prepare students for learning by addressing their academic, social and emotional needs. Allocations are increased by 1.0 FTE per prototypical school in the 2017-18 school year in half of all schools beginning with the highest poverty schools and in all schools in the 2018-19 school year. The enhancement is intended to increase values in the prototypical school model for school nurses, social workers, school psychologists, guidance counselors and family engagement coordinators (RCW 28A.150.260). (Education Legacy Trust Account-State)

3. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal)

4. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal)

Agency 350

**Public Schools
Educational Service Districts
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	16,408	0	16,408
2017-19 Maintenance Level	0.0	16,958	0	16,958
Difference from 2015-17	0.0	550	0	550
% Change from 2015-17		3.4%		3.4%
2017-19 Policy Level	0.0	16,958	0	16,958
Difference from 2015-17	0.0	550	0	550
% Change from 2015-17		3.4%		3.4%

KINDERGARTEN THROUGH GRADE 12 EDUCATION

Agency 350

**Public Schools
Levy Equalization
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	766,423	0	766,423
2017-19 Maintenance Level	0.0	725,206	0	725,206
Difference from 2015-17	0.0	-41,217	0	-41,217
% Change from 2015-17		-5.4%		-5.4%
Policy Other Changes:				
1. Local Effort Assistance *	0.0	53,539	0	53,539
Policy -- Other Total	0.0	53,539	0	53,539
Total Policy Changes	0.0	53,539	0	53,539
2017-19 Policy Level	0.0	778,745	0	778,745
Difference from 2015-17	0.0	12,322	0	12,322
% Change from 2015-17		1.6%		1.6%

POLICY CHANGES

1. Local Effort Assistance *

The 2017-19 budget adjusts district allocations for the Local Effort Assistance Program based on projections for increased base education funding that includes fully funded educator salaries. Levy authority is reduced in calendar year 2019 from 24 percent to 15 percent. At the same time, local effort assistance is reduced from 12 percent to 7.5 percent. (General Fund-State)

Agency 350

**Public Schools
Elementary & Secondary School Improvement
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	0	4,802	4,802
2017-19 Maintenance Level	0.0	0	4,802	4,802
Difference from 2015-17	0.0	0	0	0
% Change from 2015-17			0.0%	0.0%
2017-19 Policy Level	0.0	0	4,802	4,802
Difference from 2015-17	0.0	0	0	0
% Change from 2015-17			0.0%	0.0%

KINDERGARTEN THROUGH GRADE 12 EDUCATION

Agency 350

**Public Schools
Institutional Education
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	26,510	0	26,510
2017-19 Maintenance Level	0.0	28,465	0	28,465
Difference from 2015-17	0.0	1,955	0	1,955
% Change from 2015-17		7.4%		7.4%
2017-19 Policy Level	0.0	28,465	0	28,465
Difference from 2015-17	0.0	1,955	0	1,955
% Change from 2015-17		7.4%		7.4%

Agency 350

**Public Schools
Education of Highly Capable Students
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	20,174	0	20,174
2017-19 Maintenance Level	0.0	21,348	0	21,348
Difference from 2015-17	0.0	1,174	0	1,174
% Change from 2015-17		5.8%		5.8%
Policy Other Changes:				
1. Highly Capable *	0.0	0	3,207	3,207
Policy -- Other Total	0.0	0	3,207	3,207
Total Policy Changes	0.0	0	3,207	3,207
2017-19 Policy Level	0.0	21,348	3,207	24,555
Difference from 2015-17	0.0	1,174	3,207	4,381
% Change from 2015-17		5.8%		21.7%

POLICY CHANGES

1. Highly Capable *

Allocations for the highly capable program are increased to offer additional instruction for 2.5 percent of basic education students in the 2017-18 school year and 2.75 percent of students in the 2018-19 school year. By law, the current allocation serves 2.237 percent of basic education students. This increase, combined with increased salary allocations, ensures districts are not dependent on local levies to serve these students. (Education Legacy Trust Account-State)

KINDERGARTEN THROUGH GRADE 12 EDUCATION

Agency 350

Public Schools Education Reform Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	39.7	251,534	103,612	355,146
2017-19 Maintenance Level	39.7	292,916	96,173	389,089
Difference from 2015-17	0.0	41,382	-7,439	33,943
% Change from 2015-17	0.0%	16.5%	-7.2%	9.6%
Policy Other Changes:				
1. Teacher and Principal Mentors *	0.0	56,280	0	56,280
2. Principal Internships & Workshops *	0.0	1,266	0	1,266
3. School Improvement Grants	0.0	3,832	0	3,832
4. Consolidate Dual Credit Programs	0.0	-2,122	0	-2,122
5. Teacher Evaluation Training *	0.0	-5,000	0	-5,000
Policy -- Other Total	0.0	54,256	0	54,256
Policy Comp Changes:				
6. State Public Employee Benefits Rate	0.0	166	71	237
7. Non-Rep General Wage Increase	0.0	357	145	502
Policy -- Comp Total	0.0	523	216	739
Total Policy Changes	0.0	54,779	216	54,995
2017-19 Policy Level	39.7	347,695	96,389	444,084
Difference from 2015-17	0.0	96,161	-7,223	88,938
% Change from 2015-17	0.0%	38.2%	-7.0%	25.0%

Agency 350

**Public Schools
Education Reform
Recommendation Summary**

POLICY CHANGES

1. Teacher and Principal Mentors *

The Beginning Educator Support Team (BEST) program at the Office of the Superintendent of Public Instruction (OSPI) provides a high quality induction and mentoring program that moves new teachers beyond mere survival to increasingly positive impacts on student learning. The program is expanded to support every new teacher and offer career advancement for exemplary educators who want to mentor full-time. Secondly, the BEST program is expanded to begin a new principal mentoring program. Funding in fiscal year 2018 is intended for design and initial implementation of the program. Funding for fiscal year 2019 is intended for the first class of principals. (General Fund-State)

2. Principal Internships & Workshops *

Funding is provided for two programs that help prepare and support excellent administrators. The Washington State Educational Leadership intern program offers release time for district employees to work alongside experienced administrators. Launching Principal Leadership workshops bring new and experienced principals together three times to support beginning principals during their first year. Funding supports additional time for interns to work with mentors and pays for all new principals to attend the three workshops. (General Fund-State)

3. School Improvement Grants

The federal Every Student Succeeds Act (ESSA) requires states to identify their lowest-performing 5 percent of schools and districts, based on statewide assessments and graduation rates. Federal funding is available to support turnaround strategies and interventions for Title I schools. State general funding supports identified schools that do not receive federal funds under ESSA. (General Fund-State)

4. Consolidate Dual Credit Programs

Funding is merged for three programs: 1) AP/IB Exam Fee Grant for Low-Income Students; 2) Dual Credit Subsidies; and 3) High School Acceleration. There is no change in total funding. (General Fund-State)

5. Teacher Evaluation Training *

Teachers are evaluated using the Teacher and Principal Evaluation Program. Grant funding was provided for teachers to attend training to learn about the new evaluation system during the implementation phase. Funding specifically for this program is no longer necessary because time for teachers and educational support associates is provided in the policy decision "Educator Training." (General Fund-State)

Agency 350

**Public Schools
Education Reform
Recommendation Summary**

6. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

7. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

Agency 350

**Public Schools
Transitional Bilingual Instruction
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	243,399	72,207	315,606
2017-19 Maintenance Level	0.0	281,031	92,244	373,275
Difference from 2015-17	0.0	37,632	20,037	57,669
% Change from 2015-17		15.5%	27.7%	18.3%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	3	11	14
2. Non-Rep General Wage Increase	0.0	8	28	36
Policy -- Comp Total	0.0	11	39	50
Total Policy Changes	0.0	11	39	50
2017-19 Policy Level	0.0	281,042	92,283	373,325
Difference from 2015-17	0.0	37,643	20,076	57,719
% Change from 2015-17		15.5%	27.8%	18.3%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal)

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal)

KINDERGARTEN THROUGH GRADE 12 EDUCATION

Agency 350

Public Schools Learning Assistance Program (LAP) Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	453,176	494,468	947,644
2017-19 Maintenance Level	0.0	500,690	505,487	1,006,177
Difference from 2015-17	0.0	47,514	11,019	58,533
% Change from 2015-17		10.5%	2.2%	6.2%
Policy Other Changes:				
1. Support for Low-Income Students *	0.0	0	40,525	40,525
Policy -- Other Total	0.0	0	40,525	40,525
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	0	13	13
3. Non-Rep General Wage Increase	0.0	0	26	26
Policy -- Comp Total	0.0	0	39	39
Total Policy Changes	0.0	0	40,564	40,564
2017-19 Policy Level	0.0	500,690	546,051	1,046,741
Difference from 2015-17	0.0	47,514	51,583	99,097
% Change from 2015-17		10.5%	10.4%	10.5%

POLICY CHANGES

1. Support for Low-Income Students *

The Learning Assistance Program (LAP) offers research-based supplemental services for K–12 students scoring below grade-level standards in English language arts and mathematics. These services focus on accelerating student growth to make progress towards grade level. To make progress in closing the opportunity gap, the program is enhanced from 2.3975 hours per week to 2.5 hours per week in the 2017-18 school year and 2.75 hours per week in the 2018-19 school year. (Education Legacy Trust Account-State)

Agency 350

Public Schools
Learning Assistance Program (LAP)
Recommendation Summary

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-Federal)

3. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-Federal)

KINDERGARTEN THROUGH GRADE 12 EDUCATION

Agency 350

Public Schools SPI-Charter Schools Apportionment Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	0	10,159	10,159
2017-19 Maintenance Level	0.0	0	51,932	51,932
Difference from 2015-17	0.0	0	41,773	41,773
% Change from 2015-17			411.2%	411.2%
Policy Other Changes:				
1. Educator Training *	0.0	0	1,004	1,004
2. Paraeducator Training *	0.0	0	12	12
3. Support for Low-Income Students *	0.0	0	148	148
4. Student Support Staff *	0.0	0	1,041	1,041
5. Highly Capable *	0.0	0	12	12
Policy -- Other Total	0.0	0	2,217	2,217
Policy Comp Changes:				
6. Competitive Salaries K-12 Employees *	0.0	0	6,761	6,761
7. Health Insurance Benefits	0.0	0	407	407
Policy -- Comp Total	0.0	0	7,168	7,168
Total Policy Changes	0.0	0	9,385	9,385
2017-19 Policy Level	0.0	0	61,317	61,317
Difference from 2015-17	0.0	0	51,158	51,158
% Change from 2015-17			503.6%	503.6%

POLICY CHANGES

1. Educator Training *

Effective professional learning enables educators to acquire and apply knowledge and skills to help students achieve at higher levels. Fifty percent of the professional learning time funded shall include training related to closing achievement gaps, increasing cultural competency, and supporting students' social and emotional learning. The remaining professional learning shall be directed by school districts and may include time for staff collaboration. (WA Opportunity Pathways Account-State)

Agency 350

Public Schools

SPI-Charter Schools Apportionment

Recommendation Summary

2. Paraeducator Training *

Paraeducators provide integral instructional support which contributes directly to reducing the opportunity gap. Effective professional development and time to collaborate with teachers better prepares paraeducators to help students succeed. The paraeducator allocation is enhanced to include 20 hours in the 2017-18 school year and 40 hours in the 2018-19 school year for professional learning directed by school districts. (WA Opportunity Pathways Account-State)

3. Support for Low-Income Students *

The Learning Assistance Program (LAP) offers research-based supplemental services for K-12 students scoring below grade level in English language arts (ELA) and mathematics. Allocations for LAP are increased from 2.3975 hours of additional instruction per week to 2.5 hours per week in the 2017-18 school year and 2.75 hours per week in the 2018-19 school year. (WA Opportunity Pathways Account-State)

4. Student Support Staff *

Non-classroom-based professionals in schools help prepare students for learning by addressing their academic, social and emotional needs. Allocations are increased in half of all schools beginning with the highest poverty schools by 0.75 FTE per prototypical school in the 2017-18 school year and 1.0 FTE per prototypical school in the 2018-19 school year. The enhancement is intended to increase values in the prototypical school model for school nurses, social workers, school psychologists, guidance counselors, and family engagement coordinators (RCW 28A.150.260). (WA Opportunity Pathways Account-State)

5. Highly Capable *

Allocations for the highly capable program are increased to offer additional instruction for 2.5 percent of basic education students in the program in the 2017-18 school year and 2.75 percent of students in the 2018-19 school year. By law, the current allocation serves 2.237 percent of basic education students. This increase, combined with increased salary allocations, ensures districts are not dependent on local levies to serve these students. (WA Opportunity Pathways Account-State)

Agency 350

**Public Schools
SPI-Charter Schools Apportionment
Recommendation Summary**

6. Competitive Salaries K-12 Employees *

Chapter 3, Laws of 2016 committed the state to fully fund its program of basic education as defined in statute and to eliminate school district dependence on local levies for implementation of the state's program of basic education. When combined with the allocations in item "SAB Teacher and ESA Training," the beginning educator salary is \$44,975 in the 2017-18 school year and \$54,587 in the 2018-19 school year. Salary allocations for certificated instructional staff are sufficient for ten months of usual and customary work during the school year plus an additional 30 hours in the 2017-18 school year and 80 hours in the 2018-19 school year of effective professional learning as defined in Chapter 77, Laws of 2016. Twelve-month salary allocations for certificated administrative staff are \$78,395 in the 2017-18 school year and \$114,612 in the 2018-19 school year. The per full-time equivalent twelve-month salary allocations for classified staff units are \$39,457 in the 2017-18 school year and \$52,908 in the 2018-19 school year. (WA Opportunity Pathways Account-State)

7. Health Insurance Benefits

The state-funded health benefit rate for state-funded certificated instructional staff and certificated administrative staff is increased from a monthly rate of \$780 to \$835.96 in the 2017-18 school year and \$848.91 in the 2018-19 school year. The monthly rate for state-funded classified staff is increased from \$898.56 to \$963.03 in the 2017-18 school year and \$977.94 in the 2018-19 school year. The rate increase for state-funded classified staff includes the impact of the classified benefit factor. (WA Opportunity Pathways Account-State)

Agency 350

**Public Schools
SPI-Charter School Commission
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	0	0	0
2017-19 Maintenance Level	0.0	0	249	249
Difference from 2015-17	0.0	0	249	249
% Change from 2015-17				
Policy Other Changes:				
1. Administrative Transfer	3.0	0	1,708	1,708
2. Expand Oversight Authority *	2.0	0	385	385
Policy -- Other Total	5.0	0	2,093	2,093
Policy Central Services Changes:				
3. Legal Services	0.0	0	5	5
4. DES Central Services	0.0	0	1	1
Policy -- Central Svcs Total	0.0	0	6	6
Total Policy Changes	5.0	0	2,099	2,099
2017-19 Policy Level	5.0	0	2,348	2,348
Difference from 2015-17	5.0	0	2,348	2,348
% Change from 2015-17				

POLICY CHANGES

1. Administrative Transfer

The Washington State Charter School Commission resides in the Office of Superintendent of Public Instruction (OSPI) for administrative purposes only. The appropriation for the commission is transferred to a new program under OSPI. (WA Opportunity Pathways Account-State; Charter School Oversight Account-State)

2. Expand Oversight Authority *

The commission receives a 4 percent oversight fee from the apportioned funds to charter schools approved by the commission. Funding is adjusted to account for the estimated fee revenue. (WA Opportunity Pathways Account-State; Charter School Oversight Account-State)

Agency 350

**Public Schools
SPI-Charter School Commission
Recommendation Summary**

3. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (WA Opportunity Pathways Account-State)

4. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (WA Opportunity Pathways Account-State)

Agency 350

**Public Schools
Compensation Adjustments
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	403,291	0	403,291
2017-19 Maintenance Level	0.0	29,643	393,852	423,495
Difference from 2015-17	0.0	-373,648	393,852	20,204
% Change from 2015-17		-92.6%		5.0%
Policy Other Changes:				
1. Educator Training *	0.0	0	331,892	331,892
2. Paraeducator Training *	0.0	0	1,236	1,236
3. Support for Low-Income Students *	0.0	0	8,925	8,925
4. Student Support Staff *	0.0	0	56,581	56,581
5. Highly Capable *	0.0	0	636	636
Policy -- Other Total	0.0	0	399,270	399,270
Policy Comp Changes:				
6. Competitive Salaries K-12 Employees *	0.0	0	2,406,027	2,406,027
7. Health Insurance Benefits	0.0	138,049	0	138,049
Policy -- Comp Total	0.0	138,049	2,406,027	2,544,076
Total Policy Changes	0.0	138,049	2,805,297	2,943,346
2017-19 Policy Level	0.0	167,692	3,199,149	3,366,841
Difference from 2015-17	0.0	-235,599	3,199,149	2,963,550
% Change from 2015-17		-58.4%		734.8%

Agency 350

**Public Schools
Compensation Adjustments
Recommendation Summary**

POLICY CHANGES

1. Educator Training *

Effective professional learning enables educators to acquire and apply the knowledge, skills, practices and dispositions needed to help students learn and achieve at higher levels. The salary schedule for certificated instructional staff is enhanced to include 30 hours in the 2017-18 school year and 80 hours in the 2018-19 school year of professional learning and collaboration as defined in Chapter 77, Laws of 2016. The use of this professional learning time shall be directed by school districts and include training related to closing achievement gaps, increasing cultural competency and supporting students' social and emotional learning. (Education Legacy Trust Account-State)

2. Paraeducator Training *

Paraeducators provide integral instructional support in programs designed to reduce the opportunity gap. By providing training and professional development for paraeducators, students in these programs have a better chance of succeeding in the classroom. The paraeducator allocation is enhanced to account for an additional 20 hours in the 2017-18 school year and 40 hours in the 2018-19 school year of professional learning. (Education Legacy Trust Account-State)

3. Support for Low-Income Students *

The Learning Assistance Program (LAP) offers research-based supplemental services for K–12 students scoring below grade-level standards in English language arts (ELA) and mathematics. These services focus on accelerating student growth to make progress towards grade level. To make progress in closing the opportunity gap, the program is enhanced from 2.3975 hours per week to 2.5 hours per week in the 2017-18 school year and 2.75 hours per week in the 2018-19 school year. (Education Legacy Trust Account-State)

4. Student Support Staff *

Nonclassroom-based professionals in schools help prepare students for learning by addressing their academic, social and emotional needs. Allocations are increased by 1.0 FTE per prototypical school in the 2017-18 school year in half of all schools beginning with the highest poverty schools and in all schools in the 2018-19 school year. The enhancement is intended to increase values in the prototypical school model for school nurses, social workers, school psychologists, guidance counselors and family engagement coordinators (RCW 28A.150.260). (Education Legacy Trust Account-State)

Agency 350

Public Schools

Compensation Adjustments

Recommendation Summary

5. Highly Capable *

Allocations for the highly capable program are increased to offer additional instruction for 2.5 percent of basic education students in the program in the 2017–18 school year and 2.75 percent of students in the 2018–19 school year. By law, the current allocation serves 2.237 percent of basic education students. This increase, combined with increased salary allocations, ensures districts are not dependent on local levies to serve these students. (Education Legacy Trust Account-State)

6. Competitive Salaries K-12 Employees *

Chapter 3, Laws of 2016, committed the state to fully fund its program of basic education as defined in statute and to eliminate school district dependence on local levies for implementation of the state's program of basic education. When combined with the allocations in item "SAB Teacher and ESA Training," the beginning educator salary is \$44,975 in the 2017-18 school year and \$54,587 in the 2018-19 school year. Salary allocations for certificated instructional staff are sufficient for ten months of usual and customary work during the school year plus an additional 30 hours in the 2017-18 school year and 80 hours in the 2018-19 school year of effective professional learning as defined in Chapter 77, Laws of 2016. Twelve-month salary allocations for certificated administrative staff are \$78,395 in the 2017-18 school year and \$114,612 in the 2018-19 school year. The per full-time equivalent twelve-month salary allocations for classified staff units are \$39,457 in the 2017-18 school year and \$52,908 in the 2018-19 school year. (Education Legacy Trust Account-State)

7. Health Insurance Benefits

The state-funded health benefit rate for state-funded certificated instructional staff and certificated administrative staff is increased from a monthly rate of \$780 to \$835.96 in the 2017-18 school year and \$848.91 in the 2018-19 school year. The monthly rate for state-funded classified staff is increased from \$898.56 to \$963.03 in the 2017-18 school year and \$977.94 in the 2018-19 school year. The rate increase for state-funded classified staff includes the impact of the classified benefit factor. (General Fund-State)

KINDERGARTEN THROUGH GRADE 12 EDUCATION

Agency 359

**Washington Charter School Commission
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	4.5	497	946	1,443
2017-19 Maintenance Level	5.0	0	1,708	1,708
Difference from 2015-17	0.5	-497	762	265
% Change from 2015-17	11.1%	-100.0%	80.5%	18.4%
Policy Other Changes:				
1. Administrative Transfer	-5.0	0	-1,708	-1,708
Policy -- Other Total	-5.0	0	-1,708	-1,708
Total Policy Changes	-5.0	0	-1,708	-1,708
2017-19 Policy Level	0.0	0	0	0
Difference from 2015-17	-4.5	-497	-946	-1,443
% Change from 2015-17	-100.0%	-100.0%	-100.0%	-100.0%

POLICY CHANGES

1. Administrative Transfer

The Washington State Charter School Commission resides in the Office of the Superintendent of Public Instruction (OSPI) for administrative purposes only. The appropriation for the commission is transferred to a new program under OSPI. (WA Opportunity Pathways Account-State; Charter School Oversight Account-State)

Agency 340

Student Achievement Council Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	105.0	512,154	256,246	768,400
2017-19 Maintenance Level	106.0	444,181	268,156	712,337
Difference from 2015-17	1.0	-67,973	11,910	-56,063
% Change from 2015-17	1.0%	-13.3%	4.6%	-7.3%
Policy Other Changes:				
1. College Bound Tuition Adjustment	0.0	0	-480	-480
2. Ongoing Fund Transfer	0.0	0	0	0
3. Expand State Need Grant	0.0	116,300	0	116,300
4. Maintain State Need Grant	0.0	30,110	0	30,110
5. Expand Opportunity Scholarship	0.0	3,000	0	3,000
Policy -- Other Total	0.0	149,410	-480	148,930
Policy Comp Changes:				
6. State Public Employee Benefits Rate	0.0	126	163	289
7. Non-Rep General Wage Increase	0.0	303	335	638
Policy -- Comp Total	0.0	429	498	927
Policy Central Services Changes:				
8. Legal Services	0.0	1	1	2
9. CTS Central Services	0.0	6	6	12
10. DES Central Services	0.0	5	5	10
Policy -- Central Svcs Total	0.0	12	12	24
Total Policy Changes	0.0	149,851	30	149,881
2017-19 Policy Level	106.0	594,032	268,186	862,218
Difference from 2015-17	1.0	81,878	11,940	93,818
% Change from 2015-17	1.0%	16.0%	4.7%	12.2%

Student Achievement Council Recommendation Summary

POLICY CHANGES

1. College Bound Tuition Adjustment

College Bound funding levels are reduced to reflect a tuition freeze of resident undergraduate operating fees at public colleges and community and technical colleges. (WA Opportunity Pathways Account-State)

2. Ongoing Fund Transfer

Ongoing funding is transferred from the Opportunity Pathways Account to the Education Legacy Account. (Education Legacy Trust Account-State; WA Opportunity Pathways Account-State)

3. Expand State Need Grant

The State Need Grant is expanded to serve 14,000 more eligible students each year, increasing the total number of grant recipients annually from 70,000 students to 84,000. In 2017, an estimated 24,000 students were eligible for the State Need Grant, but unable to receive it due to lack of funding. This investment decreases the number of unserved, eligible students by 60 percent, from 24,000 to 9,000 students annually. The State Need Grant increases college affordability and improves college completion rates for low-income, non-traditional and returning college students. (General Fund-State)

4. Maintain State Need Grant

Ongoing funding is provided to maintain the State Need Grant, a need-based financial aid program, for 70,000 students. The 2016 supplemental budget provided \$18 million for 2,100 students on a one-time basis. This item backfills \$18 million to maintain service levels and increases funding by \$12 million due to projected increases in College Bound students, who are prioritized to receive the State Need Grant. (General Fund-State)

5. Expand Opportunity Scholarship

The Opportunity Scholarship is expanded to students enrolled in professional-technical certificates or degrees. State funds will leverage a 50 percent private match. This program is a public-private partnership that provides scholarships to low and middle-income students who have received their high school diploma or GED in Washington state and are pursuing a four-year degree in science, math, technology, engineering or health care. To date, the state has provided \$71.5 million to match private contributions to the program. (General Fund-State)

6. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Future Teachers Conditional Scholarship Account-Non-Appr; other accounts)

Agency 340

Student Achievement Council Recommendation Summary

7. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; Future Teachers Conditional Scholarship Account-Non-Appr; other accounts)

8. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; Advanced College Tuition Payment Program Account-Non-Appr)

9. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; General Fund-Federal; Future Teachers Conditional Scholarship Account-Non-Appr; other accounts)

10. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; General Fund-Federal; Advanced College Tuition Payment Program Account-Non-Appr)

HIGHER EDUCATION

Agency 360

University of Washington Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	22,758.3	597,188	6,959,305	7,556,493
2017-19 Maintenance Level	22,760.5	640,251	6,977,195	7,617,446
Difference from 2015-17	2.2	43,063	17,890	60,953
% Change from 2015-17	0.0%	7.2%	0.3%	0.8%
Policy Other Changes:				
1. WWAMI Spokane Expansion	13.0	5,000	0	5,000
2. WWAMI Spokane Continuation	13.0	5,000	0	5,000
3. Center for Human Rights	0.0	250	0	250
4. Special Olympics USA Games	0.0	2,000	0	2,000
5. Tuition Revenue Backfill	0.0	15,500	-15,500	0
Policy -- Other Total	26.0	27,750	-15,500	12,250
Policy Comp Changes:				
6. UW Agreement with WFSE	0.0	3,351	15,938	19,289
7. UW Agreement - Teamsters (Police)	0.0	369	703	1,072
8. UW Agreement with SEIU 925	0.0	3,658	24,626	28,284
9. UW Agreement with WFSE Police Mgmt	0.0	129	192	321
10. State Public Employee Benefits Rate	0.0	4,548	35,473	40,021
11. State Represented Emp Benefits Rate	0.0	1,352	16,583	17,935
12. Non-Rep General Wage Increase	0.0	37,950	69,852	107,802
13. Non-Rep Targeted Pay Increases	0.0	2	2,847	2,849
Policy -- Comp Total	0.0	51,359	166,214	217,573
Policy Central Services Changes:				
14. Archives/Records Management	0.0	18	35	53
15. Audit Services	0.0	3	7	10
16. Legal Services	0.0	30	59	89
17. CTS Central Services	0.0	-18	-36	-54
18. DES Central Services	0.0	50	97	147
Policy -- Central Svcs Total	0.0	83	162	245
Total Policy Changes	26.0	79,192	150,876	230,068
2017-19 Policy Level	22,786.5	719,443	7,128,071	7,847,514
Difference from 2015-17	28.2	122,255	168,766	291,021
% Change from 2015-17	0.1%	20.5%	2.4%	3.9%

Agency 360

University of Washington Recommendation Summary

POLICY CHANGES

1. WWAMI Spokane Expansion

The University of Washington's Washington, Wyoming, Alaska, Montana, Idaho (WWAMI) medical education program is expanded by a cohort of 10 medical students starting July 1, 2017. This increases the total cohort size to 70 students with ongoing funding. (General Fund-State)

2. WWAMI Spokane Continuation

Funding is provided to continue the medical education for a cohort of 20 students at the University of Washington's Washington, Wyoming, Alaska, Montana, and Idaho (WWAMI) medical education program in Spokane and eastern Washington, in partnership with Gonzaga University. The 2015-17 budget provided ongoing support for 40 students and one-time funding for 20 students. This increases the total cohort to 60 students with ongoing funding. (General Fund-State)

3. Center for Human Rights

The University of Washington (UW) will expand efforts at the Washington Center for Human Rights to coordinate with the schools of law, business, economics, public policy and international studies to advance work on global issues of international trade, immigration, labor and trade agreements, and related issues central to improving Washington's engagement in the international economy. (General Fund-State)

4. Special Olympics USA Games

UW will host the 2018 Special Olympics USA games in July 2018, hosting approximately 3,500 athletes. (General Fund-State)

5. Tuition Revenue Backfill

Resident undergraduate tuition (operating fee) may not increase over the 2017 operating fee in the 2017-19 biennium for public baccalaureate colleges and the community and technical colleges. Funding is provided to backfill the estimated revenue from a 2.2 percent and 2.0 percent resident undergraduate operating fee increase in each year of the biennium. The budget assumes future operating fee increases would be capped by the average annual percentage growth in the Washington median hourly wage for the previous fourteen years, as provided in Chapter 36, Laws of 2015. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

University of Washington Recommendation Summary

6. UW Agreement with WFSE

Funding is provided for an agreement with the Washington Federation of State Employees (WFSE) that includes general wage increases of 2 percent, effective July 1, 2017; 2 percent, effective July 1, 2018; and 2 percent, effective January 1, 2019, as well as targeted salary increases, premium pay and salary schedule changes for specific job classes, and an increase in vacation leave accruals. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

7. UW Agreement - Teamsters (Police)

This provides funding for an agreement with the Teamsters' Local 117 - Police, that maintains a 5 percent across-the-board increase from the previous biennium, and includes across-the-board increases of 10 percent in each fiscal year, along with incentive and longevity pay, as well as an increase in vacation leave accruals. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

8. UW Agreement with SEIU 925

This funds an agreement with the Service Employees' International Union (SEIU) 925, which includes general wage increases of 2 percent, effective July 1, 2017, July 1, 2018, and January 1, 2019, as well as targeted salary increases, premium pay, and salary schedule changes for specific job classes, and an increase in vacation leave accruals. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr; Accident Account-State; other accounts)

9. UW Agreement with WFSE Police Mgmt

Funding is provided for an agreement with the Washington Federation of State Employees - Police Management that includes an across-the-board increase of 8 percent in each fiscal year, targeted increases and additional longevity pay, a clothing allowance for certain positions, and an increase in vacation leave accruals. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

10. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Education Legacy Trust Account-State; Economic Development Strategic Reserve Account-State; other accounts)

11. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

Agency 360

University of Washington

Recommendation Summary

12. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; Education Legacy Trust Account-State; Economic Development Strategic Reserve Account-State; other accounts)

13. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

14. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

15. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

16. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

17. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

18. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

HIGHER EDUCATION

Agency 365

Washington State University Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	6,258.5	389,232	1,150,346	1,539,578
2017-19 Maintenance Level	6,449.3	418,838	1,159,467	1,578,305
Difference from 2015-17	190.8	29,606	9,121	38,727
% Change from 2015-17	3.0%	7.6%	0.8%	2.5%
Policy Other Changes:				
1. Honey Bee Research	0.0	75	0	75
2. Medical Student Education	42.0	10,000	0	10,000
3. Tuition Revenue Backfill	0.0	9,600	-9,600	0
Policy -- Other Total	42.0	19,675	-9,600	10,075
Policy Comp Changes:				
4. State Public Employee Benefits Rate	0.0	5,360	9,317	14,677
5. State Represented Emp Benefits Rate	0.0	275	281	556
6. Non-Rep General Wage Increase	0.0	24,897	6,918	31,815
7. Non-Rep Targeted Pay Increases	0.0	88	158	246
8. Non-Rep Minimum Starting Wage	0.0	60	496	556
9. WSU Collective Bargaining - Police	0.0	228	226	454
10. WSU Collective Bargaining - PSE	0.0	106	105	211
11. WSU Collective Bargaining - WFSE	0.0	122	371	493
Policy -- Comp Total	0.0	31,136	17,872	49,008
Policy Central Services Changes:				
12. Archives/Records Management	0.0	7	7	14
13. Audit Services	0.0	2	2	4
14. Legal Services	0.0	16	16	32
15. CTS Central Services	0.0	-14	-14	-28
16. DES Central Services	0.0	36	36	72
Policy -- Central Svcs Total	0.0	47	47	94
Total Policy Changes	42.0	50,858	8,319	59,177
2017-19 Policy Level	6,491.3	469,696	1,167,786	1,637,482
Difference from 2015-17	232.8	80,464	17,440	97,904
% Change from 2015-17	3.7%	20.7%	1.5%	6.4%

Agency 365

Washington State University Recommendation Summary

POLICY CHANGES

1. Honey Bee Research

Funding is provided for honey bee research at Washington State University. (General Fund-State)

2. Medical Student Education

Washington State University is provided funding to support the first class of 60 medical students at the Elson S. Floyd College of Medicine starting in Fall 2017. (General Fund-State)

3. Tuition Revenue Backfill

Resident undergraduate tuition (operating fee) may not increase over the 2017 operating fee in the 2017-19 biennium for public baccalaureate colleges and the community and technical colleges. Funding is provided to backfill the estimated revenue from a 2.2 percent and 2.0 percent resident undergraduate operating fee increase in each year of the biennium. The budget assumes future operating fee increases would be capped by the average annual percentage growth in the Washington median hourly wage for the previous fourteen years, as provided in Chapter 36, Laws of 2015. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

4. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

5. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Inst of Hi Ed-Dedicated Local Account-Non-Appr; Inst of Hi Ed-Operating Fees Account-Non-Appr)

Washington State University Recommendation Summary

6. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr)

7. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; Inst of Hi Ed-Dedicated Local Account-Non-Appr; Inst of Hi Ed-Operating Fees Account-Non-Appr)

8. Non-Rep Minimum Starting Wage

This provides resources to increase the starting wage for non-represented employees to \$12 an hour, effective July 1, 2017, and for wage increases for classified state employees who work in job classes where the pay is aligned with job classes affected by the minimum starting wage. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

9. WSU Collective Bargaining - Police

This funds an agreement with the Washington State University Police Guild, which includes an approximately 17 percent increase due to special pay range assignments, effective July 1, 2017. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

10. WSU Collective Bargaining - PSE

Funding is provided for an agreement with Public School Employees of Washington, which includes a general wage increase of 2 percent, effective July 1, 2017, and a general wage increase of 1 percent, effective July 1, 2018. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

11. WSU Collective Bargaining - WFSE

This funds an agreement with the Washington Federation of State Employees, which includes a general wage increase of 2 percent, effective July 1, 2017, and a general wage increase of 1 percent, effective July 1, 2018. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

12. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

Agency 365

Washington State University Recommendation Summary

13. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

14. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

15. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

16. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

HIGHER EDUCATION

Agency 370

Eastern Washington University Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	1,437.9	86,787	214,323	301,110
2017-19 Maintenance Level	1,437.9	97,466	208,415	305,881
Difference from 2015-17	0.0	10,679	-5,908	4,771
% Change from 2015-17	0.0%	12.3%	-2.8%	1.6%
Policy Other Changes:				
1. Student Success Initiatives	0.0	2,800	0	2,800
2. Tuition Revenue Backfill	0.0	2,600	-2,600	0
Policy -- Other Total	0.0	5,400	-2,600	2,800
Policy Comp Changes:				
3. EWU Agreement with WFSE	0.0	1,132	1,060	2,192
4. EWU Agreement with PSE	0.0	66	62	128
5. State Public Employee Benefits Rate	0.0	938	1,177	2,115
6. State Represented Emp Benefits Rate	0.0	568	790	1,358
7. Non-Rep General Wage Increase	0.0	0	5,293	5,293
8. Non-Rep Minimum Starting Wage	0.0	6	6	12
Policy -- Comp Total	0.0	2,710	8,388	11,098
Policy Central Services Changes:				
9. Archives/Records Management	0.0	2	2	4
10. Audit Services	0.0	1	1	2
11. Legal Services	0.0	6	6	12
12. CTS Central Services	0.0	-5	-4	-9
13. DES Central Services	0.0	10	9	19
Policy -- Central Svcs Total	0.0	14	14	28
Total Policy Changes	0.0	8,124	5,802	13,926
2017-19 Policy Level	1,437.9	105,590	214,217	319,807
Difference from 2015-17	0.0	18,803	-106	18,697
% Change from 2015-17	0.0%	21.7%	0.0%	6.2%

Agency 370

Eastern Washington University Recommendation Summary

POLICY CHANGES

1. Student Success Initiatives

Funding is provided for student success programs geared toward improving retention and graduation rates, such as academic advising, tutoring and other educational supports. (General Fund-State)

2. Tuition Revenue Backfill

Resident undergraduate tuition (operating fee) may not increase over the 2017 operating fee in the 2017-19 biennium for public baccalaureate colleges and the community and technical colleges. Funding is provided to backfill the estimated revenue from a 2.2 percent and 2.0 percent resident undergraduate operating fee increase in each year of the biennium. The budget assumes future operating fee increases would be capped by the average annual percentage growth in the Washington median hourly wage for the previous 14 years, as provided in Chapter 36, Laws of 2015. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

3. EWU Agreement with WFSE

Funding is provided for an agreement with the Washington Federation of State Employees that includes general wage increases of 2 percent, effective July 1, 2017, 2 percent, effective July 1, 2018, and 2 percent, effective January 1, 2019, as well as a one-time incentive payment and changes to vacation leave accruals. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

4. EWU Agreement with PSE

Funding is provided for an agreement with the Public School Employees of Washington that includes a general wage increase of 1.75 percent, effective July 1, 2017. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

5. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

Eastern Washington University Recommendation Summary

6. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

7. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; Inst of Hi Ed-Operating Fees Account-Non-Appr)

8. Non-Rep Minimum Starting Wage

This provides resources to increase the starting wage for non-represented employees to \$12 an hour, effective July 1, 2017, and for wage increases for classified state employees who work in job classes where the pay is aligned with job classes affected by the minimum starting wage. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

9. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

10. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

11. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

12. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

13. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

Agency 375

Central Washington University Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	1,502.3	84,536	237,416	321,952
2017-19 Maintenance Level	1,547.6	97,814	288,043	385,857
Difference from 2015-17	45.3	13,278	50,627	63,905
% Change from 2015-17	3.0%	15.7%	21.3%	19.8%
Policy Other Changes:				
1. Student Success Initiatives	0.0	2,700	0	2,700
2. Tuition Revenue Backfill	0.0	2,900	-2,900	0
Policy -- Other Total	0.0	5,600	-2,900	2,700
Policy Comp Changes:				
3. CWU Agreement with WFSE	0.0	149	144	293
4. CWU Agreement with PSE	0.0	168	250	418
5. State Public Employee Benefits Rate	0.0	1,648	1,929	3,577
6. State Represented Emp Benefits Rate	0.0	250	315	565
7. Non-Rep General Wage Increase	0.0	6,512	492	7,004
8. Non-Rep Targeted Pay Increases	0.0	8	8	16
Policy -- Comp Total	0.0	8,735	3,138	11,873
Policy Central Services Changes:				
9. Archives/Records Management	0.0	2	2	4
10. Audit Services	0.0	1	1	2
11. Legal Services	0.0	4	4	8
12. CTS Central Services	0.0	-8	-8	-16
13. DES Central Services	0.0	17	17	34
Policy -- Central Svcs Total	0.0	16	16	32
Total Policy Changes	0.0	14,351	254	14,605
2017-19 Policy Level	1,547.6	112,165	288,297	400,462
Difference from 2015-17	45.3	27,629	50,881	78,510
% Change from 2015-17	3.0%	32.7%	21.4%	24.4%

**Central Washington University
Recommendation Summary**

POLICY CHANGES

1. Student Success Initiatives

Funding is provided for student success programs geared toward improving retention and graduation rates, such as academic advising, tutoring and other educational supports. (General Fund-State)

2. Tuition Revenue Backfill

Resident undergraduate tuition (operating fee) may not increase over the 2017 operating fee in the 2017-19 biennium for public baccalaureate colleges and the community and technical colleges. Funding is provided to backfill the estimated revenue from a 2.2 percent and 2.0 percent resident undergraduate operating fee increase in each year of the biennium. The budget assumes future operating fee increases would be capped by the average annual percentage growth in the Washington median hourly wage for the previous fourteen years, as provided in Chapter 36, Laws of 2015. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

3. CWU Agreement with WFSE

Funding is provided for an agreement with the Washington Federation of State Employees that includes general wage increases of 2 percent, effective July 1, 2017; 2 percent, effective July 1, 2018; and 2 percent, effective January 1, 2019, as well as a one-time incentive payment. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

4. CWU Agreement with PSE

Funding is provided for an agreement with the Public School Employees of Washington that includes general wage increases of 2 percent, effective July 1, 2017; 2 percent, effective July 1, 2018; and 2 percent, effective January 1, 2019, as well as a one-time incentive payment. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

5. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

Agency 375

Central Washington University Recommendation Summary

6. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

7. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr)

8. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

9. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

10. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

11. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

12. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

13. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

HIGHER EDUCATION

Agency 376

The Evergreen State College Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	640.2	48,009	91,090	139,099
2017-19 Maintenance Level	639.9	50,876	92,849	143,725
Difference from 2015-17	-0.3	2,867	1,759	4,626
% Change from 2015-17	0.0%	6.0%	1.9%	3.3%
Policy Other Changes:				
1. Student Success Initiatives	0.0	900	0	900
2. Tuition Revenue Backfill	0.0	800	-800	0
Policy -- Other Total	0.0	1,700	-800	900
Policy Comp Changes:				
3. TESC Agreement with WFSE	0.0	771	1,106	1,877
4. State Public Employee Benefits Rate	0.0	376	460	836
5. State Represented Emp Benefits Rate	0.0	314	414	728
6. Non-Rep General Wage Increase	0.0	1	2,725	2,726
7. Non-Rep Minimum Starting Wage	0.0	0	14	14
Policy -- Comp Total	0.0	1,462	4,719	6,181
Policy Central Services Changes:				
8. Archives/Records Management	0.0	1	1	2
9. Legal Services	0.0	2	2	4
10. CTS Central Services	0.0	-3	-4	-7
11. DES Central Services	0.0	10	10	20
Policy -- Central Svcs Total	0.0	10	9	19
Total Policy Changes	0.0	3,172	3,928	7,100
2017-19 Policy Level	639.9	54,048	96,777	150,825
Difference from 2015-17	-0.3	6,039	5,687	11,726
% Change from 2015-17	0.0%	12.6%	6.2%	8.4%

Agency 376

The Evergreen State College Recommendation Summary

POLICY CHANGES

1. Student Success Initiatives

Funding is provided for student success programs geared toward improving retention and graduation rates, such as academic advising, tutoring and other educational supports. (General Fund-State)

2. Tuition Revenue Backfill

Resident undergraduate tuition (operating fee) may not increase over the 2017 operating fee in the 2017-19 biennium for public baccalaureate colleges and the community and technical colleges. Funding is provided to backfill the estimated revenue from a 2.2 percent and 2.0 percent resident undergraduate operating fee increase in each year of the biennium. The budget assumes future operating fee increases would be capped by the average annual percentage growth in the Washington median hourly wage for the previous 14, as provided in Chapter 36, Laws of 2015. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

3. TESC Agreement with WFSE

This provides funding for an agreement with the Washington Federation of State Employees, which includes general wage increases of 2 percent, effective July 1, 2017, July 1, 2018, and January 1, 2019, as well as targeted and special pay increases, and a one-time payment. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

4. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

5. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

The Evergreen State College Recommendation Summary

6. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

7. Non-Rep Minimum Starting Wage

This provides resources to increase the starting wage for non-represented employees to \$12 an hour, effective July 1, 2017, and for wage increases for classified state employees who work in job classes where the pay is aligned with job classes affected by the minimum starting wage. (Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr)

8. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

9. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

10. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

11. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

Agency 380

Western Washington University Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	1,768.7	120,538	247,347	367,885
2017-19 Maintenance Level	1,768.7	135,619	236,988	372,607
Difference from 2015-17	0.0	15,081	-10,359	4,722
% Change from 2015-17	0.0%	12.5%	-4.2%	1.3%
Policy Other Changes:				
1. Carver Academic Facility	0.0	0	943	943
2. Student Success Initiatives	0.0	3,600	0	3,600
3. Tuition Revenue Backfill	0.0	4,000	-4,000	0
Policy -- Other Total	0.0	7,600	-3,057	4,543
Policy Comp Changes:				
4. WWU Agreement with WFSE	0.0	893	843	1,736
5. WWU Agreement with PSE	0.0	661	625	1,286
6. State Public Employee Benefits Rate	0.0	1,517	2,002	3,519
7. State Represented Emp Benefits Rate	0.0	695	953	1,648
8. Non-Rep General Wage Increase	0.0	0	7,700	7,700
Policy -- Comp Total	0.0	3,766	12,123	15,889
Policy Central Services Changes:				
9. Archives/Records Management	0.0	2	2	4
10. Legal Services	0.0	7	7	14
11. CTS Central Services	0.0	-7	-7	-14
12. DES Central Services	0.0	16	16	32
Policy -- Central Svcs Total	0.0	18	18	36
Total Policy Changes	0.0	11,384	9,084	20,468
2017-19 Policy Level	1,768.7	147,003	246,072	393,075
Difference from 2015-17	0.0	26,465	-1,275	25,190
% Change from 2015-17	0.0%	22.0%	-0.5%	6.8%

Western Washington University Recommendation Summary

POLICY CHANGES

1. Carver Academic Facility

The Building Fees Account is adjusted based on estimated debt service payments for the Carver Academic Facility renovation that was funded in the 2015-17 capital budget. (WWU Capital Projects Account-State)

2. Student Success Initiatives

Funding is provided for student success programs geared toward improving retention and graduation rates, such as academic advising, tutoring and other educational supports. (General Fund-State)

3. Tuition Revenue Backfill

Resident undergraduate tuition (operating fee) may not increase over the 2017 operating fee in the 2017-19 biennium for public baccalaureate colleges and the community and technical colleges. Funding is provided to backfill the estimated revenue from a 2.2 percent and 2.0 percent resident undergraduate operating fee increase in each year of the biennium. The budget assumes future operating fee increases would be capped by the average annual percentage growth in the Washington median hourly wage for the previous 14 years, as provided in Chapter 36, Laws of 2015. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

4. WWU Agreement with WFSE

This funds an agreement with the Washington Federation of State Employees, which includes general wage increases of 2 percent, effective July 1, 2017, July 1, 2018, and January 1, 2019, as well as targeted pay increases, one-time incentive payments, and an increase in vacation leave accruals. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

5. WWU Agreement with PSE

The provides funding for an agreement with Public School Employees of Washington, which includes general wage increases of 2 percent, effective July 1, 2017, July 1, 2018, and January 1, 2019, as well as an additional call back pay and an increase in vacation leave accruals. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

6. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

Agency 380

Western Washington University Recommendation Summary

7. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

8. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; Inst of Hi Ed-Operating Fees Account-Non-Appr)

9. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

10. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

11. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

12. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

HIGHER EDUCATION

Agency 699

Community & Technical College System Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	15,969.4	1,292,086	1,605,656	2,897,742
2017-19 Maintenance Level	15,973.3	983,147	1,958,632	2,941,779
Difference from 2015-17	4.0	-308,939	352,976	44,037
% Change from 2015-17	0.0%	-23.9%	22.0%	1.5%
Policy Other Changes:				
1. SSC Labor Researcher	0.0	778	0	778
2. Guided Pathways	66.0	8,500	0	8,500
3. Expand MESA Sites	0.0	1,500	0	1,500
4. Tuition Revenue Backfill	0.0	21,000	-21,000	0
Policy -- Other Total	66.0	31,778	-21,000	10,778
Policy Comp Changes:				
5. Adjust Compensation Double Count	0.0	-24,466	-15,291	-39,757
6. Highline WPEA Agreement	0.0	334	161	495
7. Yakima Valley WPEA Agreement	0.0	325	155	480
8. State Public Employee Benefits Rate	0.0	0	36,181	36,181
9. CTCs WFSE Agreement	0.0	3,879	4,043	7,922
10. State Represented Emp Benefits Rate	0.0	5,654	5,615	11,269
11. CTCs WPEA Agreement	0.0	4,186	3,431	7,617
12. Non-Rep General Wage Increase	0.0	3,000	55,333	58,333
13. Non-Rep Targeted Pay Increases	0.0	10	30	40
14. Non-Rep Minimum Starting Wage	0.0	186	420	606
15. Wage Adjustment for I-732 Staff	0.0	3,002	1,869	4,871
Policy -- Comp Total	0.0	-3,890	91,947	88,057
Policy Central Services Changes:				
16. Archives/Records Management	0.0	26	13	39
17. Audit Services	0.0	6	3	9
18. Legal Services	0.0	44	22	66
19. CTS Central Services	0.0	-83	-40	-123

Agency 699

Community & Technical College System Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
20. DES Central Services	0.0	195	97	292
Policy -- Central Svcs Total	0.0	188	95	283
Total Policy Changes	66.0	28,076	71,042	99,118
2017-19 Policy Level	16,039.3	1,011,223	2,029,674	3,040,897
Difference from 2015-17	70.0	-280,863	424,018	143,155
% Change from 2015-17	0.4%	-21.7%	26.4%	4.9%

POLICY CHANGES

1. SSC Labor Researcher

Funding provides for 3.0 FTE staff at the South Seattle College (SSC), Washington State Labor Education and Research Center (WA-LERC). WA-LERC provides workforce education, conducts trainings, produces the Washington State Workplace Rights manual, and teaches continuing education classes. WA LERC will hire two researchers, a labor educator and program coordinator to increase WA LERC's research capacity, increase classes and worker trainings, and develop an online associate degree in workforce and labor studies. (General Fund-State)

2. Guided Pathways

Funding is provided to assist community colleges with academic program redesign, increased academic advising, and improved student supports using the Guided Pathways model or similar programs designed to improve student success. Each community and technical college will be able to hire one to four academic advisors (66 FTEs total). (General Fund-State)

3. Expand MESA Sites

The Washington Mathematics Engineering Science Achievement (MESA) program is expanded to approximately six additional sites to serve approximately 750 students. MESA provides targeted advising, academic excellence workshops, and other supports to students traditionally underrepresented in these fields and has demonstrated improved student outcomes and STEM degree attainment. (General Fund-State)

Community & Technical College System Recommendation Summary

4. Tuition Revenue Backfill

Resident undergraduate tuition (operating fee) may not increase over the 2017 operating fee in the 2017-19 biennium for public baccalaureate colleges and the community and technical colleges. Funding is provided to backfill the estimated revenue from a 2.2 percent and 2.0 percent resident undergraduate operating fee increase in each year of the biennium. The budget assumes future operating fee increases would be capped by the average annual percentage growth in the Washington median hourly wage for the previous 14 years, as provided in Chapter 36, Laws of 2015 (2ESSB 5954). (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

5. Adjust Compensation Double Count

The cost-of-living adjustment (COLA) for staff covered by Initiative 732 will be provided, in part, by general wage increases. The funding provided in the maintenance level budget for I-732 raises is offset here, so that it is not included twice. (General Fund-State; Education Legacy Trust Account-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; other accounts)

6. Highline WPEA Agreement

This funds an agreement between Highline College and the Washington Public Employees Association, which includes general wage increases of 2 percent, effective July 1, 2017, July 1, 2018, and January 1, 2019, as well as one-time incentive payments. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

7. Yakima Valley WPEA Agreement

This funds an agreement between Yakima Valley Community College and the Washington Public Employees Association, which includes general wage increases of 2 percent, effective July 1, 2017, July 1, 2018, and January 1, 2019, as well as one-time incentive payments. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

8. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (Education Legacy Trust Account-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

9. CTCs WFSE Agreement

Funding is provided for the collective bargaining agreement with Washington Federation of State Employees Community College Coalition. The agreement includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; and salary adjustments for targeted classifications. (General Fund-State; Education Legacy Trust Account-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; other accounts)

Agency 699

Community & Technical College System Recommendation Summary

10. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Education Legacy Trust Account-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; other accounts)

11. CTCs WPEA Agreement

Funding is provided for the collective bargaining agreement with Washington Public Employees Association Community College Coalition. The agreement includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; and salary adjustments for targeted classifications. (General Fund-State; Education Legacy Trust Account-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; other accounts)

12. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; Education Legacy Trust Account-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; other accounts)

13. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State; Inst of Hi Ed-Dedicated Local Account-Non-Appr; Inst of Hi Ed-Operating Fees Account-Non-Appr)

14. Non-Rep Minimum Starting Wage

This provides resources to increase the starting wage for non-represented employees to \$12 an hour, effective July 1, 2017, and for wage increases for classified state employees who work in job classes where the pay is aligned with job classes affected by the minimum starting wage. (General Fund-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

15. Wage Adjustment for I-732 Staff

The general wage increases provide a portion of the annual cost-of-living adjustments required under Initiative 732. This item provides funding to reach the full Consumer Price Index adjustments on July 1, 2017 and July 1, 2018, and a total increase of six percent in 2017-19. (General Fund-State; Education Legacy Trust Account-State; Inst of Hi Ed Grants and Contracts Account-Non-Appr; other accounts)

Community & Technical College System Recommendation Summary

16. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

17. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

18. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

19. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

20. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

Agency 351

State School for the Blind Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	92.5	12,998	1,841	14,839
2017-19 Maintenance Level	92.5	13,357	1,979	15,336
Difference from 2015-17	0.0	359	138	497
% Change from 2015-17	0.0%	2.8%	7.5%	3.3%
Policy Other Changes:				
1. Birth to Three Services	2.0	219	0	219
2. Increase in Private-Local Authority	3.0	0	2,000	2,000
Policy -- Other Total	5.0	219	2,000	2,219
Policy Comp Changes:				
3. Adjust Compensation Double Count	0.0	-109	-66	-175
4. State Public Employee Benefits Rate	0.0	39	6	45
5. WFSE General Government	0.0	254	24	278
6. State Represented Emp Benefits Rate	0.0	206	49	255
7. WPEA General Government	0.0	118	76	194
8. Non-Rep General Wage Increase	0.0	121	17	138
9. Non-Rep Targeted Pay Increases	0.0	195	0	195
10. Vacation Leave Chng-Non-represented	0.0	4	0	4
11. Wage Adjustment for I-732 Staff	0.0	14	8	22
12. K-12 Compensation	0.0	789	470	1,259
Policy -- Comp Total	0.0	1,631	584	2,215
Policy Central Services Changes:				
13. CTS Central Services	0.0	-5	0	-5
14. DES Central Services	0.0	11	0	11
Policy -- Central Svcs Total	0.0	6	0	6
Total Policy Changes	5.0	1,856	2,584	4,440
2017-19 Policy Level	97.5	15,213	4,563	19,776
Difference from 2015-17	5.0	2,215	2,722	4,937
% Change from 2015-17	5.4%	17.0%	147.9%	33.3%

State School for the Blind Recommendation Summary

POLICY CHANGES

1. Birth to Three Services

Funding supports the continued growth of the Washington State School for the Blind (WSSB) Birth to Three Program. The focus of this program is to create and manage a sustainable, accessible and responsive system of supports for children aged birth to three years old who are blind or visually impaired (BVI) and their families in cooperation with early intervention services through the Department of Early Learning and the Early Support for Infants and Toddlers program. Families of infants and toddlers who are BVI will have accessible and responsive services and supports from a certified teacher of the visually impaired, including informational, instructional and emotional supports to mediate the potential negative developmental impacts due to their child's visual impairment. (General Fund-State)

2. Increase in Private-Local Authority

Expenditure authority is aligned with anticipated revenues for the Washington State School for the Blind private/local account. This technical correction will ensure the WSSB continues to meet the needs of blind and visually impaired children statewide. (School for the Blind Account-Non-Appr)

3. Adjust Compensation Double Count

The cost-of-living adjustment (COLA) for staff covered by Initiative 732 will be provided, in part, by general wage increases. The funding provided in the maintenance level budget for I-732 raises is offset here, so that it is not included twice. (General Fund-State; School for the Blind Account-Non-Appr)

4. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; School for the Blind Account-Non-Appr)

Agency 351

State School for the Blind Recommendation Summary

5. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; School for the Blind Account-Non-Appr)

6. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; School for the Blind Account-Non-Appr)

7. WPEA General Government

Funding is provided for a collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; School for the Blind Account-Non-Appr)

8. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; School for the Blind Account-Non-Appr)

9. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State)

10. Vacation Leave Chng-Non-represented

This item funds the cost of additional overtime or other replacement staff for positions in 24/7 institutions as a result of changes in vacation leave accruals for non-higher education employees who are non-represented. (General Fund-State)

Agency 351

State School for the Blind Recommendation Summary

11. Wage Adjustment for I-732 Staff

The general wage increases provide a portion of the annual cost-of-living adjustments required under Initiative 732. This item provides funding to reach the full Consumer Price Index adjustments on July 1, 2017 and July 1, 2018, and a total increase of 6 percent in 2017-19. (General Fund-State; School for the Blind Account-Non-Appr)

12. K-12 Compensation

As part of the state's commitment to fully fund basic education, salary allocations for beginning educators are increased to \$44,975 in the 2017-18 school year and \$54,587 in the 2018-19 school year. Salary allocations for certificated instructional staff are sufficient for ten months of usual and customary work during the school year plus an additional 30 hours in the 2017-18 school year and 80 hours in the 2018-19 school year of effective professional learning. Teachers at the Washington State School for the Blind (WSSB) are paid pursuant to the salary allocation model for the Vancouver school district. Funding is provided to align WSSB with the new salary allocations for the Vancouver school district. (General Fund-State; School for the Blind Account-Non-Appr)

13. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

14. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 353

Center for Childhood Deafness & Hearing Loss Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	126.0	20,291	396	20,687
2017-19 Maintenance Level	126.0	20,669	396	21,065
Difference from 2015-17	0.0	378	0	378
% Change from 2015-17	0.0%	1.9%	0.0%	1.8%
Policy Comp Changes:				
1. Adjust Compensation Double Count	0.0	-189	0	-189
2. State Public Employee Benefits Rate	0.0	30	0	30
3. WFSE General Government	0.0	568	0	568
4. State Represented Emp Benefits Rate	0.0	372	0	372
5. WPEA General Government	0.0	167	0	167
6. Non-Rep General Wage Increase	0.0	78	0	78
7. Non-Rep Targeted Pay Increases	0.0	92	0	92
8. Wage Adjustment for I-732 Staff	0.0	25	0	25
9. K-12 Compensation	0.0	1,145	0	1,145
Policy -- Comp Total	0.0	2,288	0	2,288
Policy Central Services Changes:				
10. Legal Services	0.0	1	0	1
11. CTS Central Services	0.0	-7	0	-7
12. DES Central Services	0.0	14	0	14
Policy -- Central Svcs Total	0.0	8	0	8
Total Policy Changes	0.0	2,296	0	2,296
2017-19 Policy Level	126.0	22,965	396	23,361
Difference from 2015-17	0.0	2,674	0	2,674
% Change from 2015-17	0.0%	13.2%	0.0%	12.9%

Center for Childhood Deafness & Hearing Loss Recommendation Summary

POLICY CHANGES

1. Adjust Compensation Double Count

The cost-of-living adjustment (COLA) for staff covered by Initiative 732 will be provided, in part, by general wage increases. The funding provided in the maintenance level budget for I-732 raises is offset here, so that it is not included twice. (General Fund-State, various other accounts) (General Fund-State)

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

3. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State)

4. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State)

5. WPEA General Government

Funding is provided for a collective bargaining agreement with Washington Public Employees Association (WPEA), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State)

Agency 353

Center for Childhood Deafness & Hearing Loss Recommendation Summary

6. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State)

7. Non-Rep Targeted Pay Increases

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State)

8. Wage Adjustment for I-732 Staff

The general wage increases provide a portion of the annual cost-of-living adjustments required under Initiative 732. This item provides funding to reach the full Consumer Price Index adjustments on July 1, 2017 and July 1, 2018, and a total increase of six percent in 2017-19. (General Fund-State)

9. K-12 Compensation

As part of the state's commitment to fully funding basic education, salary allocations for beginning educators is increased to \$44,975 in School Year 2017-18 and \$54,587 in school year 2018-19. Salary allocations for certificated instructional staff are sufficient for ten months of usual and customary work during the school year plus an additional 30 hours in school year 2017-18 and 80 hours in school year 2018-19 of effective professional learning. Teachers at the Center for Childhood Deafness and Hearing Loss (CDHL) are paid pursuant to the salary allocation model for Vancouver school district. Funding is provided to align CDHL with the new salary allocations for Vancouver school district. (General Fund-State)

10. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State)

11. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

12. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

EDUCATION - OTHER

Agency 354

Workforce Training & Education Coordinating Board Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	24.2	3,392	55,736	59,128
2017-19 Maintenance Level	24.1	3,401	55,939	59,340
Difference from 2015-17	-0.1	9	203	212
% Change from 2015-17	-0.4%	0.3%	0.4%	0.4%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	14	17	31
2. WFSE General Government	0.0	40	39	79
3. State Represented Emp Benefits Rate	0.0	22	22	44
4. Non-Rep General Wage Increase	0.0	39	46	85
Policy -- Comp Total	0.0	115	124	239
Policy Central Services Changes:				
5. CTS Central Services	0.0	8	7	15
6. DES Central Services	0.0	1	1	2
Policy -- Central Svcs Total	0.0	9	8	17
Total Policy Changes	0.0	124	132	256
2017-19 Policy Level	24.1	3,525	56,071	59,596
Difference from 2015-17	-0.1	133	335	468
% Change from 2015-17	-0.4%	3.9%	0.6%	0.8%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; General Fund-Local)

Agency 354

Workforce Training & Education Coordinating Board Recommendation Summary

2. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

3. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

4. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; General Fund-Local)

5. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; General Fund-Federal)

6. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; General Fund-Federal)

EDUCATION - OTHER

Agency 357

Department of Early Learning Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	266.2	193,395	439,281	632,676
2017-19 Maintenance Level	282.7	216,493	438,511	655,004
Difference from 2015-17	16.6	23,098	-770	22,328
% Change from 2015-17	6.2%	11.9%	-0.2%	3.5%
Policy Other Changes:				
1. Family Child Care Providers CBA	0.0	5,303	0	5,303
2. Procure Time and Attendance System	4.5	10,591	0	10,591
3. Child Care Equal Access	0.0	13,647	0	13,647
4. ECLIPSE Program	0.0	2,152	0	2,152
5. Early Achievers Reduction	0.0	-4,602	0	-4,602
6. ECEAP Expansion	3.8	27,823	0	27,823
7. ECEAP Slot Rate Increase	0.0	13,821	0	13,821
8. Expand Home Visiting	1.3	0	1,253	1,253
9. ECEAP Summer School Pilot	0.0	2,014	0	2,014
10. Background Checks	0.0	0	1,658	1,658
11. Maintain Home Visiting	0.0	0	-797	-797
12. Maintain Reach Out and Read	0.0	600	0	600
13. Unlicensed Monitor & Investigations	5.0	1,028	0	1,028
14. Innovation Support for DCYF	1.5	450	0	450
Policy -- Other Total	16.1	72,827	2,114	74,941
Policy Comp Changes:				
15. State Public Employee Benefits Rate	0.0	35	107	142
16. WFSE General Government	0.0	421	2,330	2,751
17. State Represented Emp Benefits Rate	0.0	156	607	763
18. Non-Rep General Wage Increase	0.0	99	295	394
19. WFSE Orca Transit Pass	0.0	0	34	34
20. Vacation Leave Chng-Non-represented	0.0	0	2	2
Policy -- Comp Total	0.0	711	3,375	4,086

Agency 357

Department of Early Learning Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
Policy Transfer Changes:				
21. Transfer to New Department (DCYF)	-150.5	-143,673	-213,420	-357,093
Policy -- Transfer Total	-150.5	-143,673	-213,420	-357,093
Policy Central Services Changes:				
22. Archives/Records Management	0.0	1	0	1
23. Audit Services	0.0	3	0	3
24. Legal Services	0.0	22	0	22
25. Administrative Hearings	0.0	5	0	5
26. CTS Central Services	0.0	62	0	62
27. DES Central Services	0.0	34	0	34
Policy -- Central Svcs Total	0.0	127	0	127
Total Policy Changes	-134.4	-70,008	-207,931	-277,939
2017-19 Policy Level	148.3	146,485	230,580	377,065
Difference from 2015-17	-117.9	-46,910	-208,701	-255,611
% Change from 2015-17	-44.3%	-24.3%	-47.5%	-40.4%

POLICY CHANGES

1. Family Child Care Providers CBA

Consistent with the 2016 collective bargaining agreement (CBA), funding is provided for a 2 percent base rate increase for licensed family home providers; additional training needs; an increase in paid professional development days (from three days to five days); an increase in the licensing incentive payment from \$250 to \$500; increased access to the substitute pool; and an increase in needs based grants. (General Fund-State)

2. Procure Time and Attendance System

Since fiscal year 2005, federal audits performed by the State Auditor's Office demonstrate inadequate internal controls are in place for the Department of Early Learning (DEL) to detect and prevent overpayments and fraud related to child care payments. DEL recently received a penalty letter for \$23.3 million as a result of the most recent audit. Funding is provided for an electronic time and attendance tracking system with data analytic capabilities. The system will assist in the identification of billing and payment errors and fraud detection. (General Fund-State)

Department of Early Learning Recommendation Summary

3. Child Care Equal Access

Federal law requires that payment rates for child care are sufficient to ensure equal access to various child care settings for all eligible children. This item increases the tiered reimbursement rate for child care centers and changes the methodology from a percentage of the base rate, to a flat per child rate. The intent is to reduce the gap between subsidy and private pay with a focus on incentivizing quality improvement. (General Fund-State)

4. ECLIPSE Program

Additional one-time state funding is provided in 2018 to continue delivering the Early Childhood Intervention Prevention Services (ECLIPSE) program (formerly known as the Medicaid Treatment Child Care Program). Use of federal Medicaid dollars to support this program was disallowed in 2014. The ECLIPSE program provides early intervention and treatment for children exposed to environmental, familial and biological risk factors that impact development, behavior and mental health. (General Fund-State)

5. Early Achievers Reduction

Funding is reduced for the Early Achievers Quality Rating and Improvement System. The reduction may be applied to one or more areas of the Early Achievers system, such as support services, technical assistance, coaching, educational scholarships, professional tools and curriculum, training and professional development for child care providers. (General Fund-State)

6. ECEAP Expansion

This item adds 1,133 Early Childhood Education and Assistance Program (ECEAP) slots in 2018 and 1,575 ECEAP slots in 2019, for a total of 2,708 new slots in the biennium. Twenty percent of the slots are funded for three hours, 70 percent are funded for six hours, and the remaining ten percent are funded for 10 hours. (General Fund-State)

7. ECEAP Slot Rate Increase

This item provides an ECEAP slot rate increase of more than 6 percent, including the rate increase for slots expanded in 2018 and 2019. The rate for a three-hour ECEAP slot is increased by \$447 per child, the rate for a six-hour ECEAP slot is increased by \$610 per child, and the rate for a 10-hour ECEAP slot is increased by \$953 per child. (General Fund-State)

8. Expand Home Visiting

The home visiting program is expanded to an additional 180 families beginning in 2019. (Home Visiting Services Account-State)

Agency 357

Department of Early Learning Recommendation Summary

9. ECEAP Summer School Pilot

Funding is provided for an ECEAP summer school pilot. Approximately 320 children will maintain three hours of class time over the summer months prior to starting kindergarten in the 2017-18 school year (16 classrooms). An additional 320 children will continue receiving six hours of class time over the summer months prior to starting kindergarten in the 2018-19 school year (16 classrooms). The pilot will determine at what rate summer ECEAP classes increase WaKids scores. This step includes the ECEAP rate increase. (General Fund-State)

10. Background Checks

Funding is provided for reimbursing the background check fees for approximately 7,500 unlicensed family, friends and neighbors who provide subsidized child care for the Working Connections Child Care program. (Indiv-Based/Portable Bkgrd Check Clearance Account-Non-Appr)

11. Maintain Home Visiting

This item maintains 210 home visiting slots due to the loss of the federal Maternal, Infant, and Early Childhood Home Visiting program funds and private funds. (Home Visiting Services Account-State; Home Visiting Services Account-Federal)

12. Maintain Reach Out and Read

Funding is provided for the Department of Early Learning to maintain the Reach Out and Read contract. Reach Out and Read gives out new books to children during pediatric doctor visits. In addition, over 1,700 medical professionals are able to advise parents about the importance of reading and provides a role model for the age-appropriate child-adult interactions which promote literacy. (General Fund-State)

13. Unlicensed Monitor & Investigations

Five full-time employees will be hired to monitor over 100 licensed exempt military and tribal facilities, and to investigate illegal child care providers. (General Fund-State)

14. Innovation Support for DCYF

To prepare for the new Department of Children, Youth and Families (DCYF), a team is created to identify the programmatic changes, information technology needs, data analytic support, budget and client services necessary to implement recommendations from the 2016 Blue Ribbon Commission report on delivery of services to children and families. The team is established in the Office of the Governor in 2018 and transitions to the new department July 2019. (General Fund-State)

**Department of Early Learning
Recommendation Summary**

15. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Education Legacy Trust Account-State; other accounts)

16. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal; Education Legacy Trust Account-State; other accounts)

17. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; Education Legacy Trust Account-State; other accounts)

18. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; Education Legacy Trust Account-State; other accounts)

19. WFSE Orca Transit Pass

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, who are represented by the Washington Federation of State Employees. (General Fund-Federal)

20. Vacation Leave Chng-Non-represented

This item funds the cost of additional overtime or other replacement staff for positions in 24/7 institutions as a result of changes in vacation leave accruals for non-higher education employees who are non-represented. (General Fund-Federal)

Agency 357

Department of Early Learning Recommendation Summary

21. Transfer to New Department (DCYF)

This step transfers the fiscal year 2019 funding, full time employees and expenditure authority for the Department of Early Learning to the new Department of Children Youth and Families. (General Fund-State; General Fund-Federal; Education Legacy Trust Account-State; other accounts)

22. Archives/Records Management

Agency budgets are adjusted to reflect each agency's allocated share of charges for the state archives and state records center (General Fund-State)

23. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-State)

24. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State)

25. Administrative Hearings

Agency budgets are adjusted to reflect each agency's anticipated share of charges for administrative hearings. (General Fund-State)

26. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

27. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

EDUCATION - OTHER

Agency 387

**Washington State Arts Commission
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	13.0	2,309	2,118	4,427
2017-19 Maintenance Level	13.0	2,464	2,128	4,592
Difference from 2015-17	0.0	155	10	165
% Change from 2015-17	0.0%	6.7%	0.5%	3.7%
Policy Other Changes:				
1. Reduce Grant Investments	0.0	-350	0	-350
Policy -- Other Total	0.0	-350	0	-350
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	22	5	27
3. WFSE General Government	0.0	12	3	15
4. State Represented Emp Benefits Rate	0.0	8	3	11
5. Non-Rep General Wage Increase	0.0	43	12	55
Policy -- Comp Total	0.0	85	23	108
Policy Central Services Changes:				
6. CTS Central Services	0.0	16	0	16
7. DES Central Services	0.0	7	0	7
8. Human Resource Services	0.0	24	0	24
Policy -- Central Svcs Total	0.0	47	0	47
Total Policy Changes	0.0	-218	23	-195
2017-19 Policy Level	13.0	2,246	2,151	4,397
Difference from 2015-17	0.0	-63	33	-30
% Change from 2015-17	0.0%	-2.7%	1.6%	-0.7%

Agency 387

Washington State Arts Commission Recommendation Summary

POLICY CHANGES

1. Reduce Grant Investments

Grant investments to local arts organizations and K-12 schools are reduced. This will result in fewer grants to community arts, professional arts organizations, art service organizations and local governments that sponsor activities for the public. (General Fund-State)

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal)

3. WFSE General Government

Funding is provided for a collective bargaining agreement and arbitration award with Washington Federation of State Employees (WFSE), which includes a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; a general wage increase of 2 percent, effective January 1, 2019; salary adjustments for targeted classifications; a minimum starting wage of \$12 an hour; and changes to vacation leave accruals. Employee insurance included in the agreement is displayed in a separate item. (General Fund-State; General Fund-Federal)

4. State Represented Emp Benefits Rate

This provides health insurance funding as part of the master agreements for employees who bargain as part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal)

5. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal)

6. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

Agency 387

Washington State Arts Commission Recommendation Summary

7. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

8. Human Resource Services

The agency will purchase essential human resource services from the Department of Enterprise Services. These services include consultation and support for labor relations, performance management, classification, workforce management and recruitment. (General Fund-State)

Agency 390

Washington State Historical Society Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	35.0	4,877	2,389	7,266
2017-19 Maintenance Level	35.0	4,976	2,423	7,399
Difference from 2015-17	0.0	99	34	133
% Change from 2015-17	0.0%	2.0%	1.4%	1.8%
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	62	27	89
2. Non-Rep General Wage Increase	0.0	110	50	160
Policy -- Comp Total	0.0	172	77	249
Policy Central Services Changes:				
3. Legal Services	0.0	1	0	1
4. CTS Central Services	0.0	-2	0	-2
5. DES Central Services	0.0	5	0	5
Policy -- Central Svcs Total	0.0	4	0	4
Total Policy Changes	0.0	176	77	253
2017-19 Policy Level	35.0	5,152	2,500	7,652
Difference from 2015-17	0.0	275	111	386
% Change from 2015-17	0.0%	5.6%	4.6%	5.3%

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Local Museum Account-Wa St Historical Society-Non-Appr)

Agency 390

Washington State Historical Society Recommendation Summary

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; Local Museum Account-Wa St Historical Society-Non-Appr)

3. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State)

4. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

5. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 395

Eastern Washington State Historical Society Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	30.0	3,622	2,575	6,197
2017-19 Maintenance Level	30.0	3,855	2,594	6,449
Difference from 2015-17	0.0	233	19	252
% Change from 2015-17	0.0%	6.4%	0.7%	4.1%
Policy Other Changes:				
1. Level 3 Human Resource Services	0.0	54	0	54
Policy -- Other Total	0.0	54	0	54
Policy Comp Changes:				
2. State Public Employee Benefits Rate	0.0	51	24	75
3. Non-Rep General Wage Increase	0.0	96	42	138
4. Non-Rep Minimum Starting Wage	0.0	2	0	2
Policy -- Comp Total	0.0	149	66	215
Policy Central Services Changes:				
5. Audit Services	0.0	1	0	1
6. Legal Services	0.0	1	0	1
7. CTS Central Services	0.0	-1	0	-1
8. DES Central Services	0.0	14	0	14
Policy -- Central Svcs Total	0.0	15	0	15
Total Policy Changes	0.0	218	66	284
2017-19 Policy Level	30.0	4,073	2,660	6,733
Difference from 2015-17	0.0	451	85	536
% Change from 2015-17	0.0%	12.5%	3.3%	8.6%

Eastern Washington State Historical Society Recommendation Summary

POLICY CHANGES

1. Level 3 Human Resource Services

Funding is provided to purchase human resource services from the Department of Enterprise Services, including consultation and support for labor relations, performance management, classification, workforce management and recruitment. (General Fund-State)

2. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; Local Museum Account-E Wa St Historical Society-Non-Appr)

3. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; Local Museum Account-E Wa St Historical Society-Non-Appr)

4. Non-Rep Minimum Starting Wage

This provides resources to increase the starting wage for non-represented employees to \$12 an hour, effective July 1, 2017, and for wage increases for classified state employees who work in job classes where the pay is aligned with job classes affected by the minimum starting wage. (General Fund-State)

5. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-State)

6. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. The Attorney General's Office will work with client agencies to implement stricter policies and best practices regarding usage of legal services to achieve lower bills. (General Fund-State)

Agency 395

Eastern Washington State Historical Society Recommendation Summary

7. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State)

8. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State)

Agency 010

**Bond Retirement and Interest
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	2,200,654	1,740,632	3,941,286
2017-19 Maintenance Level	0.0	2,290,224	1,741,217	4,031,441
Difference from 2015-17	0.0	89,570	585	90,155
% Change from 2015-17		4.1%	0.0%	2.3%
Policy Other Changes:				
1. Underwriter's Discount	0.0	0	4,093	4,093
2. Planned Debt Service	0.0	0	13,727	13,727
3. Bond Sales Costs	0.0	0	819	819
4. New Bonds	0.0	39,635	0	39,635
Policy -- Other Total	0.0	39,635	18,639	58,274
Total Policy Changes	0.0	39,635	18,639	58,274
2017-19 Policy Level	0.0	2,329,859	1,759,856	4,089,715
Difference from 2015-17	0.0	129,205	19,224	148,429
% Change from 2015-17		5.9%	1.1%	3.8%

POLICY CHANGES

1. Underwriter's Discount

Funding is provided for underwriting costs associated with the planned issuance of transportation bonds in the 2017-19 biennium. (Transportation Partnership Account-State; Connecting Washington Account-State; Transportation 2003 Account (Nickel Account)-State)

2. Planned Debt Service

Funding is provided for debt service incurred from the planned issuance of transportation bonds in the 2017-19 biennium. (Highway Bond Retirement Account-State)

3. Bond Sales Costs

Funding is provided for costs associated with the planned issuance of transportation bonds in the 2017-19 biennium. (Transportation Partnership Account-State; Connecting Washington Account-State; Transportation 2003 Account (Nickel Account)-State)

4. New Bonds

Funding is provided for debt service for new bonds in the 2017-19 biennium. (General Fund-State)

Agency 713

State Employee Compensation Adjustments Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	0	0	0
2017-19 Maintenance Level	0.0	0	0	0
Difference from 2015-17	0.0	0	0	0
% Change from 2015-17				
Policy Comp Changes:				
1. State Public Employee Benefits Rate	0.0	3,596	449	4,045
2. Non-Rep General Wage Increase	0.0	8,438	1,185	9,623
3. Non-Rep Minimum Starting Wage	0.0	12	0	12
4. Orca Transit Pass-Not WFSE	0.0	86	0	86
Policy -- Comp Total	0.0	12,132	1,634	13,766
Total Policy Changes	0.0	12,132	1,634	13,766
2017-19 Policy Level	0.0	12,132	1,634	13,766
Difference from 2015-17	0.0	12,132	1,634	13,766
% Change from 2015-17				

POLICY CHANGES

1. State Public Employee Benefits Rate

Health insurance funding is provided for state employees who are not represented by a union, who are covered by a bargaining agreement that is not subject to financial feasibility determination, or who are not part of the coalition of unions for health benefits. The insurance funding rate is \$970 per employee per month for fiscal year 2018 and \$1029 per employee per month for fiscal year 2019. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

2. Non-Rep General Wage Increase

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 2 percent, effective July 1, 2017; a general wage increase of 2 percent, effective July 1, 2018; and a general wage increase of 2 percent, effective January 1, 2019. This item includes both higher education and general government workers. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

COMPENSATION

Agency 713

State Employee Compensation Adjustments Recommendation Summary

3. Non-Rep Minimum Starting Wage

This provides resources to increase the starting wage for non-represented employees to \$12 an hour, effective July 1, 2017, and for wage increases for classified state employees who work in job classes where the pay is aligned with job classes affected by the minimum starting wage. (General Fund-State)

4. Orca Transit Pass-Not WFSE

This funds transit passes (ORCA cards) for state employees outside of higher education who work in King County, other than those represented by the Washington Federation of State Employees. (General Fund-State)

SPECIAL APPROPRIATIONS TO THE GOVERNOR

Agency 076

**Special Appropriations to the Governor
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	63.4	186,655	155,009	341,664
2017-19 Maintenance Level	0.0	161,677	0	161,677
Difference from 2015-17	-63.4	-24,978	-155,009	-179,987
% Change from 2015-17	-100.0%	-13.4%	-100.0%	-52.7%
Policy Other Changes:				
1. Skeletal Human Remains Account	0.0	140	0	140
2. Home Security Fund Account	0.0	20,000	0	20,000
3. Building Code Council Account	0.0	116	0	116
4. Fair Account	0.0	91	0	91
5. Home Visiting Services Account	0.0	1,253	0	1,253
6. Background Checks	0.0	1,658	0	1,658
7. Home Visiting Service Account	0.0	1,435	0	1,435
8. No Child Left Inside	0.0	1,000	0	1,000
Policy -- Other Total	0.0	25,693	0	25,693
Policy Central Services Changes:				
9. Archives/Records Management	0.0	2	0	2
10. CTS Central Services	0.0	-24	-2	-26
11. DES Central Services	0.0	275	10	285
Policy -- Central Svcs Total	0.0	253	8	261
Total Policy Changes	0.0	25,946	8	25,954
2017-19 Policy Level	0.0	187,623	8	187,631
Difference from 2015-17	-63.4	968	-155,001	-154,033
% Change from 2015-17	-100.0%	0.5%	-100.0%	-45.1%

Agency 076

Special Appropriations to the Governor Recommendation Summary

POLICY CHANGES

1. Skeletal Human Remains Account

General Fund-State moneys are appropriated for expenditure into the Skeletal Human Remains Assistance Account to fund grants to property owners to assist with removal of skeletal human remains when the scope of a project is too large for agency staff to address. (General Fund-State)

2. Home Security Fund Account

General Fund-State moneys are appropriated for expenditure into the Home Security Fund Account to fund homelessness programs. (General Fund-State)

3. Building Code Council Account

Current revenue into the Building Code Council Account, which comes largely from building permit fees, is not sufficient to continue the Building Code Council's current level of operations. General Fund-State moneys are appropriated for expenditure into the Building Code Council Account to maintain current staffing and activity levels at the Building Code Council. (General Fund-State)

4. Fair Account

General Fund-State moneys are provided for expenditure into the Fair Account to ensure the account is not in deficit. (General Fund-State)

5. Home Visiting Services Account

Funding is provided to the Home Visiting Services Account to expand the home visiting program beginning in 2019. (General Fund-State)

6. Background Checks

Funding is provided to the Individual-Based/Portable Background Check Clearance Account to reimburse the background check fees for approximately 7,500 unlicensed family, friends, and neighbors who provide subsidized child care for the Working Connections Child Care program. (General Fund-State)

7. Home Visiting Service Account

In order to maintain 210 home visiting slots due to the loss of the federal Maternal, Infant, and Early Childhood Home Visiting program funds and private funds, General Fund-State moneys are appropriated for expenditure into the Home Visiting Services Account. (General Fund-State)

Agency 076

Special Appropriations to the Governor Recommendation Summary

8. No Child Left Inside

Additional funding is provided to the Outdoor Education and Recreation Program Account for the Outdoor Education and Recreation Grant program in the State Parks and Recreation Commission created in Chapter 245, Laws of 2015. This program, known as "No Child Left Inside," provides grants for public agencies, private nonprofit organizations, after-school programs, and community-based programs that offer outdoor education opportunities to schools that are fully aligned with the state's essential academic learning requirements. (General Fund-State)

9. Archives/Records Management

Allocations to non-revisable legislative and judicial agencies to reflect each agency's allocated share of charges for the state archives and state records center. (General Fund-State)

10. CTS Central Services

Allocations to non-revisable legislative and judicial agencies to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways, and geospatial imaging services. (General Fund-State; Performance Audits of Government Account-State; Dept of Retirement Systems Expense Account-State)

11. DES Central Services

Allocations to non-revisable legislative and judicial agencies to reflect each agency's allocated share of charges from the Department of Enterprise Services for campus rent, utilities, parking, and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; Statute Law Committee Publications Account-Non-Appr; Performance Audits of Government Account-State; other accounts)

Agency 740

**Contributions to Retirement Systems
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2015-17 Estimated Expenditures	0.0	141,600	12,000	153,600
2017-19 Maintenance Level	0.0	211,800	0	211,800
Difference from 2015-17	0.0	70,200	-12,000	58,200
% Change from 2015-17		49.6%	-100.0%	37.9%
Policy Other Changes:				
1. Local Public Safety Account	0.0	-50,000	0	-50,000
Policy -- Other Total	0.0	-50,000	0	-50,000
Policy Comp Changes:				
2. Contract Service Cost Recovery *	0.0	-300	0	-300
Policy -- Comp Total	0.0	-300	0	-300
Total Policy Changes	0.0	-50,300	0	-50,300
2017-19 Policy Level	0.0	161,500	0	161,500
Difference from 2015-17	0.0	19,900	-12,000	7,900
% Change from 2015-17		14.1%	-100.0%	5.1%

POLICY CHANGES

1. Local Public Safety Account

The transfer into the Local Public Safety Enhancement Account is suspended for the 2017-19 biennium. (General Fund-State)

2. Contract Service Cost Recovery *

The state general fund pays part of the cost of pension benefits for local government law enforcement officers and firefighters. Some local governments require payment for certain activities performed by their personnel, such as providing traffic control for construction projects or security for special events. The General Fund-State cost could be reduced if local governments include the cost of the state's pension contribution in what they charge for this service and forward it, along with the contributions they make, to the pension fund. The amount of savings is estimated, since no data is currently collected on pension service credit provided based on contracted services. (General Fund-State)

STATEWIDE EXPENDITURE SUMMARY

Budget Comparison

Current Biennium, 2017-19 Maintenance Level, and 2017-19 Recommended Level
for General Fund-State and Total Funds by Agency

(Dollars in Thousands)

Agency	2015-17 Biennium		2017-19 Maintenance		2017-19 Governor Recommended	
	GF-State	All Funds	GF-State	All Funds	GF-State	All Funds
State of Washington Totals						
Legislative	156,347	179,258	175,353	199,463	176,305	200,463
Judicial	269,241	340,990	283,549	319,192	324,252	386,285
Governmental Operations	509,927	3,900,403	539,181	3,878,806	564,936	4,066,378
Human Services	12,512,822	35,416,619	13,751,548	37,655,028	14,628,620	40,086,733
Natural Resources and Recreation	287,107	1,915,168	309,709	1,783,170	329,381	1,870,447
Transportation	83,338	7,448,604	85,639	2,758,485	97,915	7,202,728
Public Schools	18,034,400	20,110,525	19,016,970	22,020,272	19,278,617	25,436,362
Higher Education	3,130,530	13,892,259	2,868,192	14,057,937	3,213,200	14,652,280
Other Education	240,884	745,220	265,215	769,185	199,659	498,580
All Other Expenditures and Appropriations	2,663,653	4,497,808	2,663,701	4,404,918	2,691,114	4,452,612
Total	37,888,249	88,446,854	39,959,057	87,846,456	41,503,999	98,852,868
Legislative and Judicial Agencies						
House of Representatives	69,146	71,063	77,454	79,414	77,454	79,414
Senate	49,898	51,646	56,832	58,629	56,832	58,629
Joint Transportation Committee		2,222		1,328		1,357
Joint Legislative Audit and Review Committee	128	6,854	82	7,737	82	7,737
Legislative Evaluation and Accountability Program Committee		4,260		4,915		4,934
Office of the State Actuary	592	5,538	596	5,962	596	5,962
Office of Legislative Support Services	8,588	8,755	9,163	9,323	9,163	9,323
Joint Legislative Systems Committee	19,118	19,118	21,095	21,095	22,047	22,047
Statute Law Committee	8,877	9,802	10,131	11,060	10,131	11,060
Supreme Court	15,216	15,216	16,026	16,026	16,623	16,623
Law Library	3,175	3,175	3,315	3,315	3,326	3,326
Court of Appeals	34,311	34,311	35,909	35,909	38,190	38,190
Commission on Judicial Conduct	2,234	2,234	2,158	2,158	2,233	2,233
Administrative Office of the Courts	113,008	179,292	118,732	153,951	130,798	192,389
Office of Public Defense	75,367	79,015	79,768	79,812	91,856	91,918
Office of Civil Legal Aid	25,930	27,747	27,641	28,021	41,226	41,606
Total	425,588	520,248	458,902	518,655	500,557	586,748
Governmental Operations						
Office of the Governor	10,855	14,855	12,301	16,301	13,338	17,338
Office of Lieutenant Governor	1,292	1,387	1,941	2,036	1,995	2,090
Public Disclosure Commission	4,853	4,853	5,483	5,483	5,732	5,732
Office of the Secretary of State	38,912	96,497	25,767	83,691	33,640	93,829
Governor's Office of Indian Affairs	540	540	598	598	618	618
Commission on Asian Pacific American Affairs	466	466	502	502	570	570
Office of State Treasurer		16,829		19,096		19,801
Office of State Auditor	47	72,872	60	80,880	60	84,431
Citizens' Commission on Salaries for Elected Officials	331	331	344	344	370	370
Office of Attorney General	19,837	268,709	25,850	279,327	22,070	293,218
Caseload Forecast Council	2,857	2,857	2,985	2,985	3,310	3,310
Department of Financial Institutions		51,793		52,228		54,203
Department of Commerce	123,512	515,496	126,929	543,107	141,139	604,496
Economic and Revenue Forecast Council	1,693	1,743	1,721	1,771	1,786	1,836
Office of Financial Management	38,853	156,167	43,253	130,875	46,549	151,413
Office of Administrative Hearings		38,476		37,642		39,209
State Lottery		946,743		1,051,328		1,052,959
Washington State Gambling Commission		30,591		27,134		28,130
Commission on Hispanic Affairs	519	519	562	562	580	580
Commission on African-American Affairs	514	514	557	557	575	575

STATEWIDE EXPENDITURE SUMMARY

Budget Comparison

Current Biennium, 2017-19 Maintenance Level, and 2017-19 Recommended Level
for General Fund-State and Total Funds by Agency

(Dollars in Thousands)

Agency	2015-17 Biennium		2017-19 Maintenance		2017-19 Governor Recommended	
	GF-State	All Funds	GF-State	All Funds	GF-State	All Funds
Department of Retirement Systems		69,135		64,421		67,849
State Investment Board		42,568		43,877		48,353
Department of Revenue	239,899	290,526	263,210	303,218	263,449	327,244
Board of Tax Appeals	2,624	2,624	2,696	2,696	2,962	2,962
Office of Minority and Women's Business Enterprises		4,889		4,748		4,938
Office of Insurance Commissioner	527	60,870	527	62,760		64,593
Consolidated Technology Services	1,428	339,341		317,866	150	319,665
Board of Accountancy		6,117		2,818		2,940
Forensic Investigations Council		502		502		503
Department of Enterprise Services	6,235	326,582	1,425	325,374	1,425	341,490
Horse Racing Commission		5,837		5,900		6,038
Liquor and Cannabis Board	260	87,035	717	89,032	779	96,548
Utilities and Transportation Commission	176	71,003		70,307		74,808
Board for Volunteer Firefighters and Reserve Officers		1,011		937		1,222
Military Department	7,040	353,217	14,842	230,876	16,219	234,160
Public Employment Relations Commission	3,893	8,731	3,956	8,865	4,351	9,743
Law Enforcement Officers' and Fire Fighters' Plan						
2 Retirement Board		2,366		2,414		2,490
Department of Archaeology and Historic Preservation	2,764	5,811	2,955	5,748	3,269	6,124
Total	509,927	3,900,403	539,181	3,878,806	564,936	4,066,378
Human Services Agencies						
Washington State Health Care Authority	4,016,072	16,553,505	4,448,058	17,569,678	5,489,621	20,965,972
Human Rights Commission	4,183	6,490	4,538	6,892	4,768	7,224
Board of Industrial Insurance Appeals		41,738		43,284		45,646
Criminal Justice Training Commission	36,539	49,590	35,232	48,098	37,499	53,598
Department of Labor and Industries	33,918	714,934	34,552	733,419	17,751	808,311
Department of Social and Health Services	6,405,389	14,185,650	7,111,296	15,336,502	6,257,825	13,047,450
Department of Health	118,107	1,175,481	125,731	1,176,144	161,343	1,242,096
Department of Veterans Affairs	16,956	136,271	17,382	146,605	20,885	161,072
Department of Corrections	1,876,636	1,896,425	1,969,813	1,982,365	2,107,127	2,117,333
Department of Services for the Blind	5,022	30,194	4,946	31,643	8,285	35,764
Employment Security Department		626,341		580,398		606,236
Department of Child, Youth, and Family Services					523,516	996,031
Total	12,512,822	35,416,619	13,751,548	37,655,028	14,628,620	40,086,733

STATEWIDE EXPENDITURE SUMMARY

Budget Comparison

Current Biennium, 2017-19 Maintenance Level, and 2017-19 Recommended Level
for General Fund-State and Total Funds by Agency

(Dollars in Thousands)

Agency	2015-17 Biennium		2017-19 Maintenance		2017-19 Governor Recommended	
	GF-State	All Funds	GF-State	All Funds	GF-State	All Funds
Social and Health Service Programs						
Children's Administration	661,870	1,183,337	677,545	1,204,879	349,538	602,039
Juvenile Rehabilitation	183,239	191,685	185,065	192,849	186,192	193,976
Mental Health	1,061,687	2,339,085	1,278,186	2,492,655	639,976	842,013
Developmental Disabilities	1,289,155	2,595,575	1,407,688	2,844,244	1,500,968	3,039,918
Long Term Care	1,939,976	4,497,252	2,164,937	5,024,637	2,331,440	5,409,561
Economic Services Administration	814,070	2,134,422	882,311	2,224,194	881,356	2,383,191
Alcohol And Substance Abuse	130,446	720,077	174,901	805,223		
Vocational Rehabilitation	26,219	124,710	26,922	124,250	31,178	128,506
Administration and Supporting Services	68,740	110,547	70,751	113,210	79,991	121,104
Special Commitment Program	80,313	80,313	85,468	85,468	93,501	93,501
Payments to Other Agencies	149,674	208,647	157,522	224,893	163,685	233,641
Total	6,405,389	14,185,650	7,111,296	15,336,502	6,257,825	13,047,450
Natural Resource Agencies						
Columbia River Gorge Commission	940	1,878	967	1,934	1,122	2,244
Department of Ecology	49,160	468,108	50,216	489,119	57,548	498,719
Pollution Liability Insurance Program		1,906		1,783		1,859
State Parks and Recreation Commission	21,667	172,917	21,238	149,503	22,398	169,485
Recreation and Conservation Funding Board	1,660	10,022	1,738	10,350	1,809	10,819
Environmental and Land Use Hearings Office	4,324	4,324	4,610	4,610	4,791	4,791
State Conservation Commission	13,626	32,327	13,673	24,576	12,546	23,469
Department of Fish and Wildlife	77,034	414,934	80,125	416,210	88,044	469,073
Puget Sound Partnership	4,682	17,461	4,852	15,024	5,948	16,319
Department of Natural Resources	79,880	605,876	99,261	481,103	100,675	473,563
Department of Agriculture	34,134	185,415	33,029	188,958	34,500	200,106
Total	287,107	1,915,168	309,709	1,783,170	329,381	1,870,447
Transportation Agencies						
Board of Pilotage Commissioners		1,651		5,000		3,853
Washington State Patrol	80,671	631,191	82,931	598,537	94,731	685,490
Traffic Safety Commission		25,795		25,212		26,589
Department of Licensing	2,667	365,884	2,708	326,279	3,184	378,151
Department of Transportation		6,011,650		1,791,335		5,694,050
County Road Administration Board		104,121		5,058		94,634
Transportation Improvement Board		271,665		4,114		268,089
Transportation Commission		3,129		2,190		2,356
Freight Mobility Strategic Investment Board		33,518		760		49,516
Total	83,338	7,448,604	85,639	2,758,485	97,915	7,202,728

STATEWIDE EXPENDITURE SUMMARY

Budget Comparison

Current Biennium, 2017-19 Maintenance Level, and 2017-19 Recommended Level
for General Fund-State and Total Funds by Agency

(Dollars in Thousands)

Agency	2015-17 Biennium		2017-19 Maintenance		2017-19 Governor Recommended	
	GF-State	All Funds	GF-State	All Funds	GF-State	All Funds
Education Agencies						
Office of the Superintendent of Public Instruction	84,483	169,108	81,928	165,790	96,535	192,233
General Apportionment	13,109,948	13,205,678	14,197,233	14,704,842	14,197,233	14,955,303
Pupil Transportation	985,080	985,080	1,001,308	1,001,308	1,001,955	1,001,955
School Food Services	14,222	685,566	14,222	696,412	14,222	696,413
Special Education	1,659,255	2,197,487	1,826,022	2,409,216	1,826,037	2,442,277
Educational Service Districts	16,408	16,408	16,958	16,958	16,958	16,958
Levy Equalization	766,423	766,423	725,206	725,206	778,745	778,745
Elementary and Secondary School Improvement		4,802		4,802		4,802
Institutional Education	26,510	26,510	28,465	28,465	28,465	28,465
Education of Highly Capable Students	20,174	20,174	21,348	21,348	21,348	24,555
Education Reform	251,534	355,146	292,916	389,089	347,695	444,084
Transitional Bilingual Instruction	243,399	315,606	281,031	373,275	281,042	373,325
Learning Assistance Program	453,176	947,644	500,690	1,006,177	500,690	1,046,741
SPI-Charter Schools Apportionment		10,159		51,932		61,317
SPI-Charter School Commission				249		2,348
Compensation Adjustments	403,291	403,291	29,643	423,495	167,692	3,366,841
Superintendent of Public Instruction Total	18,033,903	20,109,082	19,016,970	22,018,564	19,278,617	25,436,362
Washington Charter School Commission	497	1,443		1,708		
Student Achievement Council	512,154	768,400	444,181	712,337	594,032	862,218
University of Washington	597,188	7,556,493	640,251	7,617,446	719,443	7,847,514
Washington State University	389,232	1,539,578	418,838	1,578,305	469,696	1,637,482
Eastern Washington University	86,787	301,110	97,466	305,881	105,590	319,807
Central Washington University	84,536	321,952	97,814	385,857	112,165	400,462
The Evergreen State College	48,009	139,099	50,876	143,725	54,048	150,825
Western Washington University	120,538	367,885	135,619	372,607	147,003	393,075
Community and Technical College System	1,292,086	2,897,742	983,147	2,941,779	1,011,223	3,040,897
Higher Education Total	3,130,530	13,892,259	2,868,192	14,057,937	3,213,200	14,652,280
State School For The Blind	12,998	14,839	13,357	15,336	15,213	19,776
Washington State Center for Childhood Deafness and Hearing Loss	20,291	20,687	20,669	21,065	22,965	23,361
Workforce Training and Education Coordinating Board	3,392	59,128	3,401	59,340	3,525	59,596
Department of Early Learning	193,395	632,676	216,493	655,004	146,485	377,065
Washington State Arts Commission	2,309	4,427	2,464	4,592	2,246	4,397
Washington State Historical Society	4,877	7,266	4,976	7,399	5,152	7,652
Eastern Washington State Historical Society	3,622	6,197	3,855	6,449	4,073	6,733
Other Education Total	240,884	745,220	265,215	769,185	199,659	498,580
Total	21,405,814	34,748,004	22,150,377	36,847,394	22,691,476	40,587,222
Special Appropriation Agencies						
State Employee Compensation					12,132	13,766
Bond Retirement and Interest	2,200,654	3,941,286	2,290,224	4,031,441	2,329,859	4,089,715
Special Appropriations to the Governor	186,655	341,664	161,677	161,677	187,623	187,631
Sundry Claims	931	931				
Contributions to Retirement Systems	141,600	153,600	211,800	211,800	161,500	161,500
2017 Supplemental Budget	133,813	60,327				
Total	2,663,653	4,497,808	2,663,701	4,404,918	2,691,114	4,452,612