

General Fund Reduction Alternatives

(Dollars in Thousands)

	Alternatives	Governor Preliminary Choices
EARLY LEARNING		
Reduce Preschool enrollment by 25%	14,000	
Reduce Preschool enrollment by 11%	6,000	
Reduce Seasonal Child Care administration	2,070	2,070
Eliminate state funding for Child Care Resource and Referral	1,276	1,276
Reduce Department of Early Learning administration	950	950
Eliminate <i>Family, Friends and Neighbors</i> professional development	400	400
Eliminate <i>Reach Out and Read</i> program	300	300
Total Early Learning (w/highest dollar amount option)	18,996	4,996
K-12 EDUCATION		
Eliminate state levy equalization payments to school districts	300,000	
Reduce state levy equalization payments to school districts by 50%	150,000	150,000
Reduce state levy equalization payments to school districts by 25%	75,000	
Reduce state levy equalization payments to school districts by 10%	30,000	
Eliminate school transportation services to protect classroom	220,000	
Increase class size by two students in Grades 4 through 12	137,000	137,000
Reduce school year by one week (from 180 to 175 days)	125,000	
Bus Depreciation change	49,000	49,000
Eliminate National Board certification bonus	40,000	
Reduce National Board certification bonus	8,373	8,373
Eliminate full-day kindergarten	38,000	
Base school funding on average daily attendance calculation	33,000	
Revise state attendance policy	6,400	6,400
Eliminate or reduce SPI funding for small grants and projects	9,000	9,000
Reduce SPI funding for small grants and projects by 10%	2,400	
Reduce staffing formula for small high schools	5,000	5,000
Reduce OSPI state office administration by 10%	600	600
Total K-12 (w/highest dollar amount option)	955,889	365,373
School for the Blind and Center for Childhood Deafness and Hearing Loss		
Reduce state support for School for the Blind and Center for Childhood Deafness	1,422	
Reduce School for the Blind and Center for Childhood Deafness budgets by 5%	711	711
HIGHER EDUCATION		
Eliminate State Need Grant student financial aid	303,000	
Reduce maximum State Need Grant award amount by 25%	68,400	
Limit State Need Grant to Public Institutions Only	30,600	
Reduce State Need Grant eligibility to 55% of median family income	25,500	
Reduce state support to colleges and universities by 20%	222,000	
Reduce state support to colleges and universities by 15%	166,000	166,000
Reduce state support to colleges and universities by 10%	111,000	
Suspend state Work Study Program	8,000	8,000
Total Higher Education (w/highest dollar amount option)	533,000	174,000
Total Education	\$1,510,018	\$545,080

	Alternatives	Governor Preliminary Choices
HUMAN SERVICES		
Department of Corrections (DOC)		
Eliminate/reduce offender supervision	96,970	27,000
Implement early release of offenders	18,000	18,000
Re-purpose Old Main at Walla Walla	16,209	13,809
Reduce chemical dependency programming for offenders	11,123	5,000
Reduce administration and maintain vacancy savings	9,556	9,556
Increase offender healthcare co-payments	1,784	1,784
Total DOC	153,642	75,149
Department of Social and Health Services (DSHS)		
Children's Administration		
Maximize federal funding	14,452	14,452
Reduce utilization of contracted services	12,985	12,985
Eliminate/reduce state funding for domestic violence programs	9,436	946
Increase caseload ratios	8,166	8,166
Eliminate child welfare programs	7,300	7,300
Reduce Children's Administration services	4,734	4,734
Eliminate family reconciliation services	4,721	4,721
Reduce length of stay in foster care	876	876
Juvenile Rehabilitation		
Reduce Juvenile Court county funds	5,536	5,536
Eliminate/Reduce juvenile parole services	19,100	3,822
Close juvenile institution	3,817	3,817
Reduce caseload and increase efficiencies in facility transition	3,309	3,309
Eliminate expansion of juvenile behavioral therapy programs	750	750
Mental Health		
Reduce eligibility for mental health services and close wards	57,822	1,505
Delay implementation of Involuntary Treatment Act changes	22,558	22,558
Reduce RSN Medicaid payments	11,566	9,500
Close State hospital wards for dementia and traumatic brain injury	5,119	5,119
Reduce RSN non-Medicaid funding	4,875	4,875
Capture savings in ITA and offender re-entry program	3,226	3,226
Use Federal Block Grant for waived mental health services	2,072	2,072
Consolidate Regional Support Networks (RSN)	1,797	1,797
Eliminate Spokane Acute Care Diversion funding	1,687	844
Eliminate state hospital bed penalties	1,500	1,500
Developmental Disabilities		
Reduce eligibility for developmental disability services	79,525	5,000
Eliminate homecare provider health insurance	20,831	
Create a new provider classification	16,857	
Consolidate the basic and basic plus waivers	12,000	12,000
Eliminate State-Only employment and day	9,100	9,100
Suspend Individual and Family Services Program	8,425	8,425
Close residential habilitation centers	2,000	2,000
Reduce homecare agency administrative rates	1,496	

	Alternatives	Governor Preliminary Choices
Long-Term Care		
Reduce eligibility for long-term care services	124,857	30,000
Eliminate homecare provider health insurance	53,565	
Implement family provider changes	43,047	
Eliminate rate add-ons for nursing homes and assisted living	9,945	9,945
Reduce Senior Citizens Services Act Funding	7,828	1,566
Eliminate Adult Day Health program	4,120	4,120
Eliminate/Reduce Volunteer Chore Services program	2,800	560
Reduce homecare agency administrative rates	7,306	
Economic Services		
Reduce state funding for subsidized child care	75,000	50,000
Eliminate aged, blind, disabled and pregnant women cash grants	29,697	
Reduce TANF/WorkFirst time limits	26,481	18,329
Reduce TANF/WorkFirst grants	19,417	7,677
Earn federal TANF contingency funds	17,600	17,600
Eliminate State Food Assistance Program	14,500	14,500
Eliminate Disability Lifeline medical program	8,660	8,660
Eliminate State Family Assistance Program	5,972	5,972
Eliminate Naturalization Program	2,624	2,624
Reduce funding for refugee and limited English proficiency assistance	1,775	1,775
Restrict replacement of electronic benefit transfer cards	752	752
Chemical Dependency		
Reduce chemical dependency services	14,516	14,516
Eliminate ADATSA chemical dependency treatment	5,170	5,170
Eliminate long-term residential treatment	2,719	2,719
Utilize Criminal Justice Treatment Account under-expenditures	2,087	2,087
Block grant chemical dependency services to counties	2,081	2,081
Close Pioneer Center East	2,050	2,050
Limit detoxification services	1,875	1,875
Limit chemical dependency assessments	188	188
Vocational Rehabilitation		
Reduce Vocational Rehabilitation services paid with state funds	2,171	2,171
Special Commitment Center (SCC)		
Expedite court hearing for low-risk residents	1,825	1,825
Limit funding for costs for sexually violent predator commitment trials	1,316	1,316
Reduce SCC general service costs	1,235	1,235
Administration and Payments to Other Agencies		
Reduce payments made to other agencies	5,397	5,397
Eliminate non-core programs	1,384	1,384
Reduce administrative costs	841	841
Eliminate Community Initiative funding	700	700
	Total DSHS	859,139
		380,569
Health Care Authority (HCA)		
Basic Health Plan		
Eliminate the Basic Health Plan	48,130	48,130

	Alternatives	Governor Preliminary Choices
Medicaid Purchasing		
Eliminate optional coverage for children above 150% of federal poverty level	145,000	
Implement premiums for children's health above 150% of federal poverty level	22,100	22,100
Suspend adult Medicaid pharmacy benefits	127,314	
Eliminate Disability Lifeline/ADATSA Medical Services	109,972	109,972
Eliminate Medically-needy Optional Medicaid Program	61,200	
Establish formulary for generic drugs	37,000	37,000
Eliminate Undocumented, Non-Citizen Apple Health children's coverage	34,010	
Eliminate certified public expenditure grants	27,800	27,800
Modify critical access hospital payment methodology	27,203	27,203
Reduce Maternity Support Services	20,923	9,594
Eliminate disproportionate share grants	13,140	13,140
Eliminate non-emergent adult dental	11,695	11,695
Eliminate over-the-counter drug coverage	9,900	9,900
Cost sharing for medical services	6,100	6,100
Eliminate medical interpreter services	4,846	4,846
Eliminate state funding for school-based Medicaid	3,200	3,200
Eliminate Health Care for Workers with Disabilities Program	1,900	
Implement premiums for undocumented children's health coverage	1,200	1,200
Fund Moore, et al v. HCA with PEBB Funds	886	886
	Total HCA	
	691,419	332,766
Human Rights Commission		
Reduce administrative costs	448	448
Services for the Blind		
Use federal funds for Business Enterprise Program costs	227	227
Reduce Independent Living Program	227	227
Veterans Affairs		
Reduce General Fund expenditures by earning more federal funds	1,626	1,626
Department of Health		
Eliminate Blue Ribbon Public Health Funds	9,750	9,750
Reduce public health protection and prevention	7,191	7,191
Eliminate/Reduce Family Planning Capacity Grants	6,750	1,800
Reduce funding for environmental health risk prevention	1,329	1,329
Reduce administrative costs	936	936
Reduce health care and emergency medical systems	739	739
	Total DOH	
	26,695	21,745
	Total Human Services	
	\$1,733,423	\$812,757
NATURAL RESOURCES		
Reduce General Fund transfer to Fair Fund	3,000	3,000
Reduce Ecology GF-S funded staff	2,616	2,616
Capture Fire Suppression savings	2,007	2,007
Replace hydraulic project permit general fund support with other funding	1,937	1,937

	Alternatives	Governor Preliminary Choices
Reduce State Park GF-S support by 10%	1,733	
Close hatcheries and fisheries	1,563	
Shift hatchery operations to the Wildlife Account	1,500	1,500
Reduce international agricultural marketing program by 100%	1,546	
Reduce international agricultural marketing program by 50%	773	
Reduce administrative grants to conservation districts	1,360	1,360
Reduce Salmon Recovery and Habitat Protection	1,158	
Reduce Department of Fish and Wildlife senior management	1,131	1,131
Reduce Payment-in-Lieu-of-Taxes payments to local governments	772	772
Eliminate Invasive Knotweed Control Program	758	
Shift Invasive Knotweed Control Program to Aquatic Lands Enhancement Account	758	758
Eliminate Puget Sound toxic sampling	714	
Shift Puget Sound toxic sampling to Aquatic Lands Enhancement Account (ALEA)	714	714
Reduce Shellfish Harvest and Management	536	
Implement cost recovery for Energy Project Habitat technical assistance	486	486
Shift portion of Fish and Wildlife equipment purchases to equipment revolving account	355	355
Eliminate Ballast Water Management in Puget Sound and Columbia River	352	
Shift Ballast Water Management in Puget Sound/Columbia River to ALEA	352	352
Switch Correctional Camp Funding to dedicated accounts	300	300
Suspend GF-S Agricultural Damage claim payments	300	300
Use existing funds for Agriculture College Trust Management	267	267
Reduce GFS subsidy of agricultural burning program	222	222
Total Natural Resources (w/highest dollar amount options)	\$23,113	\$18,077
GENERAL GOVERNMENT		
Reduce central services and related charges to agencies	16,000	16,000
Reduce Department of Revenue non-revenue activities	7,301	7,301
Reduce Secretary of State GF-S by 10%	3,100	3,100
Reduce state funding for the Crime Victims Compensation program	2,200	2,200
Reduce Military Department, including armories and emergency services	1,601	1,601
Eliminate AG Homicide Incident Tracking System, reduce criminal investigation program	1,230	1,230
Use alternative funding for Factory Assembled Structures and cut L&I's indirect costs	1,170	1,170
Reduce Governor's Office by 10 percent	1,061	1,061
Reduce GF-S support for contracts unit, legislative agencies, and Capital Projects Board	965	965
Department of Commerce - Community Services		
Eliminate Community Services Block Grant	1,400	1,400
Reduce support for Community Services and Housing operations	870	
Reduce support for Community Services and Housing operations by 20%	270	270
Eliminate Retired Senior Volunteer Program (RSVP)	380	
Reduce Long Term Care Ombudsman Grants to Regional Offices	327	327
Eliminate Asset Building Program	324	324
Eliminate New Americans Program	250	250
Eliminate funding for Federal Way Multi-Service Center	55	55
Department of Commerce - Crime Victims		
Eliminate Sexual Assault Formula Grants	9,518	
Reduce Sexual Assault Formula Grants by 20%	3,035	3,035
Eliminate Victim Witness funding	1,780	
Reduce Victim Witness funding by 20%	570	570

	Alternatives	Governor Preliminary Choices
Eliminate Domestic Violence Legal Advocacy	1,380	
Reduce Domestic Violence Legal Advocacy by 20%	564	564
Eliminate state funding for Victims of Crime Act	1,250	
Reduce state funding for Victims of Crime Act by 20%	526	526
Department of Commerce - Criminal Justice		
Eliminate Community Mobilization grants	1,229	1,229
Eliminate State Drug Task Force funding	808	808
Eliminate Dispute Resolution Center funding	625	
Reduce Dispute Resolution Center funding and focus on housing foreclosure	375	375
Department of Commerce - Housing		
Eliminate Housing and Essential Needs program	45,678	
Housing/Essential Needs Program: provide \$10 million for DD and MH case management	35,678	35,678
Eliminate Homeless Assistance program	1,688	
Reduce Homeless Assistance program by 20%	540	
Department of Commerce - Energy		
Eliminate State Energy Policy	720	
Reduce State Energy Policy by 10%	112	112
Department of Commerce - Economic Development		
Assume competitive grants for Associate Development Organizations	2,500	2,500
Eliminate funding Entrepreneurial STARS program and move to UW and WSU	2,320	2,320
Reduce Economic Development Commission by 20%	170	170
Reduce Business Development activities	100	100
Washington State Patrol - Crime Lab		
Implement fees for non-violent crime evidence analysis	4,540	4,540
Total General Government (w/highest dollar amount options)	\$112,540	\$89,781
STATEWIDE AND COMPENSATION		
Reduce small agencies (more than 25 FTEs/less than \$10 million) by 10%	1,884	1,884
Reduce small agencies (less than 25 FTEs) by 5 percent	1,377	1,377
Reduce legislative and judicial agencies by 10 percent	36,415	36,415
Impose 10 furlough days (same exemptions as ESSB 6503)	38,000	
Impose additional 1 percent salary reduction for state employees (1 year)	32,765	
Impose 1 percent salary reduction applied to School Year 2012-13	37,000	
Increase state employee health benefit contribution to 25 percent	28,000	
Reduce employer (state) monthly per-employee PEBB funding rate from \$850 to \$825	16,000	16,000
Reduce K-12 Employer monthly per employee contribution from \$768 to \$745	20,000	20,000
Suspend Step Increases for State Employees (1 year)	11,447	
Suspend Step Increases, exclude those paid less than \$2,500 a month (1 year)	9,713	
End annual sick leave cash-out for employees who are not retiring	476	
Reduce LEOFF2 to actuarially necessary rate	15,000	15,000
Reduce contributions to Judicial Retirement System to match payout	4,000	4,000
Total Statewide and Compensation (w/highest dollar amount options)	\$193,599	\$94,676
LOCAL GOVERNMENT ASSISTANCE		
Eliminate Liquor Profits Sharing (effective 2/1/12)	53,900	
Eliminate Liquor Profits Sharing (effective 7/1/12)	35,400	35,400
Reduce Liquor Profits Sharing 10% (effective 7/1/12)	3,500	
Eliminate Liquor Excise Tax Sharing (effective 2/1/12)	33,300	

	Alternatives	Governor Preliminary Choices
Eliminate Liquor Excise Tax Sharing (effective 7/1/12)	26,400	26,400
Reduce Liquor Excise Tax Sharing 10%	2,600	
Eliminate County Criminal Justice (effective 2/1/12)	42,100	
Reduce County Criminal Justice 5% (effective 7/1/12)	1,680	
Eliminate Streamlined Sales Tax Mitigation (effective 2/1/12)	36,400	
Reduce Streamlined Sales Tax Mitigation 25% (effective 7/1/12)	6,200	
Eliminate Rural County Economic Development Sales Tax Credit (effective 3/1/12)	24,000	
Reduce Rural County Economic Development Sales Tax Credit to 0.04% (effective 5/1/12)	10,700	10,700
Eliminate Local Public Health MVET Backfill (effective 7/1/12)	24,000	
Reduce Local Public Health MVET Backfill 20% (effective 7/1/12)	4,800	
Eliminate City Criminal Justice (effective 2/1/12)	16,700	
Reduce City Criminal Justice 5% (effective 7/1/12)	688	
Eliminate Annexation Sales Tax Credit (effective 2/1/12)	17,800	
Eliminate Annexation Sales Tax Credit (effective 5/1/12)	13,500	13,500
Reduce Annexation Sales Tax Credit 50% (effective 7/1/12)	7,900	
Eliminate Distressed City County Assistance (effective 2/1/12)	8,986	
Eliminate Distressed City County Assistance (effective 7/1/12)	6,400	
Reduce Distressed City County Assistance 20% (effective 7/1/12)	1,300	
Eliminate State Funding of County Prosecuting Attorneys Salaries (effective 7/1/12)	2,900	
Require local government to pay 50% of Criminal Justice Training Costs (effective 7/1/12)	3,300	3,300
Reduce Criminal Justice Training Commission 10% (effective 7/1/12)	1,500	
Eliminate Rural Drug Task Force Funding (WASPC budget) (effective 1/1/12)	1,500	1,500
Reduce Rural Drug Task Force Funding 50% (WASPC budget) (effective 1/1/12)	725	
Total Local Assistance (w/highest dollar amount options)	\$264,886	\$90,800
Total Reductions (using highest dollar options for the "Alternatives" total)	\$3,837,579	\$1,651,171
RESERVE		
Delay June 30, 2013 Apportionment payment to July 1, 2013	330,000	330,000
Estimated underexpenditures from Fiscal Year 2011	60,000	60,000
	4,227,579	2,041,171