

Agency 354

Workforce Training & Education Coordinating Board Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2017-19 Original Appropriations	24.2	3,676	56,022	59,698
Maintenance Comp Changes:				
1. Retirement Buyout Costs	0.0	48	0	48
2. Move Pension Fund Shift to Agencies	0.0	(176)	176	0
3. Updated PEBB Rate	0.0	(8)	(8)	(16)
Maintenance -- Comp Total	0.0	(136)	168	32
Maintenance Central Services Changes:				
4. Workers' Compensation	0.0	(1)	0	(1)
Maintenance -- Central Svcs Total	0.0	(1)	0	(1)
Total Maintenance Changes	0.0	(137)	168	31
2017-19 Maintenance Level	24.2	3,539	56,190	59,729
Policy Other Changes:				
5. Career-connected Learning	0.6	156	0	156
Policy -- Other Total	0.6	156	0	156
Policy Comp Changes:				
6. PERS & TRS Plan 1 Benefit Increase	0.0	1	1	2
Policy -- Comp Total	0.0	1	1	2
Policy Central Services Changes:				
7. CTS Central Services	0.0	1	1	2
8. OFM Central Services	0.0	1	1	2
9. CTS Fee for Service Adjustment	0.0	1	0	1
Policy -- Central Svcs Total	0.0	3	2	5
Total Policy Changes	0.6	160	3	163
2017-19 Policy Level	24.8	3,699	56,193	59,892

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Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
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POLICY CHANGES**1. Retirement Buyout Costs**

Funding is provided to offset sick leave and accrued vacation leave buyout expenses incurred when one employee retires on July 1, 2018. Agencies typically fund retirement buyouts from staff vacancy savings. The Workforce Training Board is a small agency that does not have sufficient vacancy savings to cover this retirement buyout. (General Fund-State)

2. Move Pension Fund Shift to Agencies

In the enacted 2017-19 budget, the legislature shifted a portion of General Fund pension costs to the Pension Funding Stabilization Account, and instructed the Office of Financial Management to allocate this change to agency budgets. This item implements that requirement. (General Fund-State; Pension Funding Stabilization Account-State)

3. Updated PEBB Rate

The funding rate for the Public Employees' Benefits Board (PEBB) insurance program is adjusted for fiscal year 2019 to reflect updated actuarial projections, administrative costs and payments to third-party administrators. The funding is sufficient for a new virtual diabetes prevention program and a change in the waiting period for dental crown replacements in the Uniform Dental Program (UDP) from seven to five years. The change would bring UDP into alignment with the current waiting period in the managed dental plans. This reduces the fiscal year 2019 funding rate from \$957 per month to \$906. (General Fund-State; General Fund-Federal; Tuition Recovery Trust Fund-Non-Appr)

4. Workers' Compensation

Agency budgets are adjusted to reflect each agency's estimated charges from the Department of Labor and Industries for workers' compensation. (General Fund-State)

5. Career-connected Learning

Funding is provided for staff at the State Board for Community and Technical Colleges, Workforce Training Board, Employment Security Department, Department of Labor and Industries and the Office of Superintendent of Public Instruction to assist the Office of the Governor in developing a strategic plan for youth apprenticeship and career-connected learning. The agencies will engage with business and education stakeholders to inventory existing state and local systems and programs, analyze barriers, and propose policies that support statewide implementation of registered youth apprenticeships. (General Fund-State)

6. PERS & TRS Plan 1 Benefit Increase

For eligible Public Employees' and Teachers' Retirement System Plan 1 members, this item provides a one-time ongoing increase of 3%, up to a maximum of \$62.50 per month. (General Fund-State; General Fund-Federal)

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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; 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 for the One Washington project. (General Fund-State; General Fund-Federal)

9. CTS Fee for Service Adjustment

Rates for wireless, virtual private network, and server infrastructure services are increased effective January 1, 2018 to align revenues with WaTech's cost of providing services. Monthly rates per device or service will increase for wireless to \$50, Centrex services to \$45 and virtual private network to \$285 per tunnel per month with a \$500 setup fee. (General Fund-State)