

Agency 365

Washington State University Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2017-19 Original Appropriations	6,493.6	442,595	1,198,570	1,641,165
Maintenance Other Changes:				
1. Adjust CAP Tuition Backfill	0.0	(27)	0	(27)
Maintenance -- Other Total	0.0	(27)	0	(27)
Maintenance Comp Changes:				
2. Move Pension Fund Shift to Agencies	0.0	(30,983)	30,983	0
3. Updated PEBB Rate	0.0	(1,289)	(2,195)	(3,484)
4. Paid Family Leave--Employer Premium	0.0	123	195	318
Maintenance -- Comp Total	0.0	(32,149)	28,983	(3,166)
Maintenance Transfer Changes:				
5. WA State Academy of Sciences	0.0	74	0	74
Maintenance -- Transfer Total	0.0	74	0	74
Maintenance Central Services Changes:				
6. Audit Services	0.0	(4)	(4)	(8)
7. Legal Services	0.0	(2)	(2)	(4)
8. CTS Central Services	0.0	(7)	(7)	(14)
9. OFM Central Services	0.0	6	6	12
10. Workers' Compensation	0.0	(531)	(531)	(1,062)
Maintenance -- Central Svcs Total	0.0	(538)	(538)	(1,076)
Total Maintenance Changes	0.0	(32,640)	28,445	(4,195)
2017-19 Maintenance Level	6,493.6	409,955	1,227,015	1,636,970
Policy Other Changes:				
11. Renewable Energy Incentive Program	3.0	1,272	0	1,272
12. Next Generation Clean Technology	1.5	500	0	500
Policy -- Other Total	4.5	1,772	0	1,772
Policy Comp Changes:				
13. PERS & TRS Plan 1 Benefit Increase	0.0	47	75	122
14. Family Leave: Low Wage Employees	0.0	9	21	30
Policy -- Comp Total	0.0	56	96	152

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Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
Policy Central Services Changes:				
15. Legal Services	0.0	3	3	6
16. Administrative Hearings	0.0	79	79	158
17. CTS Central Services	0.0	19	19	38
18. DES Central Services	0.0	1	1	2
19. OFM Central Services	0.0	50	50	100
20. CTS Fee for Service Adjustment	0.0	2	2	4
Policy -- Central Svcs Total	0.0	154	154	308
Total Policy Changes	4.5	1,982	250	2,232
2017-19 Policy Level	6,498.1	411,937	1,227,265	1,639,202

POLICY CHANGES**1. Adjust CAP Tuition Backfill**

The 2015 Legislature created the College Affordability Plan (CAP) in Chapter 36, Laws of 2015. It required the 2015-17 budget to provide funding to backfill the loss of revenue from tuition operating fee reductions. The tuition backfill is adjusted for inflation as specified in statute. (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; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

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Washington State University (cont.)**Recommendation Summary****4. Paid Family Leave--Employer Premium**

A paid family and medical leave program was created by Chapter 5, Laws of 2017, 3rd Special Session. Beginning January 1, 2019, the state, as an employer, will be responsible for payment of employer premiums for employees not covered by a collective bargaining agreement. This item provides funding for this obligation. (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. WA State Academy of Sciences

Chapter 305, Laws of 2005 established the Washington State Academy of Sciences (WSAS). In the 2007-09 biennium, both Washington State University (WSU) and the University of Washington (UW) received appropriations for the operation of the WSAS. Funding is transferred from UW to WSU to increase operational efficiency. WSU will become the sole fiscal agent for WSAS. (General Fund-State)

6. 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)

7. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. (General Fund-State; Inst of Hi Ed-Operating Fees 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. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

9. 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; Inst of Hi Ed-Operating Fees Account-Non-Appr)

10. 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; Inst of Hi Ed-Operating Fees Account-Non-Appr)

11. Renewable Energy Incentive Program

Chapter 36, Laws of 2017, 3rd Special Session (sustainable and renewable energy) created a new solar energy incentive program and transferred the existing program from the Department of Revenue to the Washington State University Energy Program. The bill passed on June 30, 2017, the same day as the enacted budget. Given the timing of the bill, the enacted budget did not include appropriation authority for this program. Funding is provided to implement the solar energy incentive program. (General Fund-State)

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Washington State University (cont.)**Recommendation Summary****12. Next Generation Clean Technology**

The Joint Center for Deployment and Research in Earth Abundant Materials is a research collaborative to identify earth abundant materials, promote environmentally responsible manufacturing processes, and recycle materials from existing consumer products for use in next generation clean energy technology. Funding is provided to support a full-time director, support staff and a grant program to accelerate research, leverage private funding and coordinate with private industry. (General Fund-State)

13. 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; Inst of Hi Ed Grants and Contracts Account-Non-Appr; Inst of Hi Ed-Dedicated Local Account-Non-Appr; other accounts)

14. Family Leave: Low Wage Employees

A paid family and medical leave program was created by Chapter 5, 2017 Laws 3rd Special Session. The law permits employers to pay the employee, as well as the employer, portion of the premiums. This item provides funding to do so for employees earning less than the equivalent of \$34,060 annually, who are not covered by a collective bargaining agreement. The paid leave law does not applied for those in bargaining units until after this biennium. (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. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. (General Fund-State; Inst of Hi Ed-Operating Fees Account-Non-Appr)

16. Administrative Hearings

Agency budgets are adjusted to reflect each agency's anticipated share of charges for administrative hearings. (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)

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19. 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; Inst of Hi Ed-Operating Fees Account-Non-Appr)

20. 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; Inst of Hi Ed-Operating Fees Account-Non-Appr)