

Agency 405

Department of Transportation Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2017-19 Original Appropriations	6,984.5	0	5,748,016	5,748,016
Maintenance Other Changes:				
1. Fuel Costs	0.0	0	1,728	1,728
2. Fuel Rate Adjustments	0.0	0	(1,059)	(1,059)
3. Federal Funding Adjustment	0.0	0	1,781	1,781
4. Capital Projects Reappropriation	0.0	0	458,037	458,037
5. SR 99 Ramp Up Transponders	0.0	0	1,849	1,849
6. SR 99 Tunnel O&M	3.3	0	5,583	5,583
7. Toll Goods & Services O&M Increase	0.0	0	1,773	1,773
8. SR 520 Traffic and Revenue Forecast	0.0	0	592	592
9. CSC Vendor O&M Increase	0.0	0	2,873	2,873
10. Software License and Maintenance	0.0	0	2,036	2,036
11. Wireless Leases	0.0	0	94	94
12. 2015-17 Airport Projects	0.0	0	659	659
13. Boldt Litigation	0.0	0	203	203
14. Skagit River Bridge Litigation	0.0	0	1,113	1,113
15. OMWBE Certification Costs	0.0	0	915	915
16. Electrical Utilities	0.0	0	166	166
17. SR 99 Tunnel Structure O&M	11.4	0	2,982	2,982
18. Transit Projects Reappropriation	0.0	0	3,301	3,301
19. Regional Mobility Grants Funding	0.0	0	7,866	7,866
20. Vanpool Mobility Grants Funding	0.0	0	412	412
21. Credit Card Costs	0.0	0	248	248
22. ECDIS Training/Compliance	0.0	0	1,752	1,752
23. MV Chimacum Technical Correction	0.0	0	1,510	1,510
24. Additional Fuel for Olympic Vessels	0.0	0	982	982
25. Support Olympic Warranty Repairs	8.2	0	2,002	2,002
26. Warehouse Lease Cost Increase	0.0	0	127	127
27. Vessel Regulatory Equipment Costs	0.0	0	679	679
Maintenance -- Other Total	22.8	0	500,204	500,204

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Department of Transportation (cont.)

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Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
Maintenance Comp Changes:				
28. State Public Employee Benefits Rate	0.0	0	817	817
29. WFSE General Government	0.0	0	17,383	17,383
30. State Rep Employee Benefits Rate	0.0	0	4,604	4,604
31. PTE Local 17 Agreement	0.0	0	2,766	2,766
32. Non-Rep General Wage Increase	0.0	0	5,474	5,474
33. Non-Rep Targeted Pay Increases	0.0	0	659	659
34. Orca Transit Pass - WFSE	0.0	0	436	436
35. Orca Transit Pass - Not WFSE	0.0	0	1,712	1,712
36. Updated PEBB Rate	0.0	0	(2,945)	(2,945)
37. Wellness \$25 Gift Card	0.0	0	12	12
38. Paid Family Leave--Employer Premium	0.0	0	50	50
Maintenance -- Comp Total	0.0	0	30,968	30,968
Maintenance Central Services Changes:				
39. SOS Archvs/Records Mgmt Correction	0.0	0	31	31
40. Audit Services Correction	0.0	0	17	17
41. AG Legal Services Correction	0.0	0	299	299
42. Adm Hrgs Correction	0.0	0	5	5
43. CTS Central Services Correction	0.0	0	359	359
44. DES Central Services Correction	0.0	0	888	888
45. OFM Central Services Correction	0.0	0	1,483	1,483
46. OFM Human Resource Svcs Correction	0.0	0	(36)	(36)
47. Archives/Records Management	0.0	0	(1)	(1)
48. Audit Services	0.0	0	39	39
49. Legal Services	0.0	0	(16)	(16)
50. CTS Central Services	0.0	0	(97)	(97)
51. DES Central Services	0.0	0	18	18
52. OFM Central Services	0.0	0	112	112
53. Workers' Compensation	0.0	0	339	339
54. OFM Human Resource Services	0.0	0	3	3

TRANSPORTATION

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Department of Transportation (cont.)

Recommendation Summary

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
55. DES Rate Compensation Changes	0.0	0	112	112
Maintenance -- Central Svcs Total	0.0	0	3,555	3,555
Total Maintenance Changes	22.8	0	534,727	534,727
2017-19 Maintenance Level	7,007.3	0	6,282,743	6,282,743
Policy Other Changes:				
56. Capital Projects	0.0	0	133,005	133,005
57. Data Center Migration Planning	0.0	0	365	365
58. Electric Vessel RFP	0.0	0	600	600
59. CWA Additional Bond Authority	0.0	0	100,000	100,000
60. Capital Project Adjustment	0.0	0	(8,929)	(8,929)
61. High Speed Rail Investment Analysis	0.0	0	3,600	3,600
62. Road Usage Charge Federal Authority	0.0	0	4,600	4,600
63. Local Government Stormwater Fees	0.0	0	908	908
64. Human Resources Investigator	0.5	0	145	145
65. RTPO Funding Increase	0.0	0	500	500
66. Standardize Maintenance Procedures	0.5	0	600	600
67. U.S. Coast Guard Required Training	0.0	0	2,000	2,000
68. Fleet Facility Security Officer	0.5	0	120	120
69. Wahkiakum County Ferry Subsidy	0.0	0	190	190
Policy -- Other Total	1.5	0	237,704	237,704
Policy Comp Changes:				
70. PERS & TRS Plan 1 Benefit Increase	0.0	0	342	342
Policy -- Comp Total	0.0	0	342	342
Policy Transfer Changes:				
71. Program Shift of Studies	0.0	0	1	1
Policy -- Transfer Total	0.0	0	1	1
Policy Central Services Changes:				
72. Archives/Records Management	0.0	0	2	2

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Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
73. Legal Services	0.0	0	23	23
74. CTS Central Services	0.0	0	344	344
75. DES Central Services	0.0	0	155	155
76. OFM Central Services	0.0	0	385	385
77. OFM Human Resource Services	0.0	0	1	1
78. CTS Fee for Service Adjustment	0.0	0	73	73
Policy -- Central Svcs Total	0.0	0	983	983
Total Policy Changes	1.5	0	239,030	239,030
2017-19 Policy Level	7,008.8	0	6,521,773	6,521,773

POLICY CHANGES

1. Fuel Costs

Funding is increased to reflect increased fuel costs in the ferry operations program. (Puget Sound Ferry Operations Account-State)

2. Fuel Rate Adjustments

The Transportation Equipment Fund expenditure authority is decreased for purchases of fuel for the department and for fuel sold to other agencies. (Motor Vehicle Account-State; Puget Sound Ferry Operations Account-State; Transportation Equipment Account-Non-Appr)

3. Federal Funding Adjustment

Federal expenditure authority is increased for a grant from the Federal Aviation Administration to rehabilitate the runway at the Methow Valley Airport. (Aeronautics Account-Federal)

4. Capital Projects Reappropriation

Due to project delays, expenditures planned for the 2015-17 biennium are reappropriated in the 2017-19 biennium. (Essential Rail Assistance Account-State; Transportation Infrastructure Account-State; Highway Infrastructure Account-State; other accounts)

5. SR 99 Ramp Up Transponders

Funding is provided for the costs associated with the sale of transponders for the opening of the State Route (SR) 99 tunnel in December 2018. (Alaskan Way Viaduct Replacement Project Account-State)

6. SR 99 Tunnel O&M

Funding is provided for the expenses incurred to collect the toll revenues, operate customer services and maintain toll-collection systems for the last seven months of the 2017-19 biennium for the State Route (SR) 99 tunnel. (Alaskan Way Viaduct Replacement Project Account-State)

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Department of Transportation (cont.)**Recommendation Summary****7. Toll Goods & Services O&M Increase**

Funding is provided for increased toll facility costs of postage, credit card fees and out-of-state license plate lookup due to forecasted changes of traffic and revenue. (High-Occupancy Toll Lanes Operations Account-State; State Route Number 520 Corridor Account-State; Tacoma Narrows Toll Bridge Account-State; other accounts)

8. SR 520 Traffic and Revenue Forecast

Construction has been completed on the State Route (SR) 520 floating bridge. Funding authority for performing a traffic and revenue study is transferred from the capital construction program to the operating program to maintain compliance with the Master Bond Resolution (MBR 1117) which requires a traffic and revenue study be conducted annually for the SR 520 floating bridge. (State Route Number 520 Corridor Account-State)

9. CSC Vendor O&M Increase

Funding is provided to extend the current statewide customer service center (CSC) toll vendors contract to ensure the collection of tolls on all tolled facilities in the state as the department transitions from the current toll vendor to a new toll vendor in the 2017-19 biennium. (High-Occupancy Toll Lanes Operations Account-State; State Route Number 520 Corridor Account-State; State Route Number 520 Civil Penalties Account-State; other accounts)

10. Software License and Maintenance

Additional expenditure authority is provided for increased costs of software licenses and equipment maintenance agreements, which support all department-wide project deliveries, program activities and business operations. The 2017-19 biennial budget provided a partial increase for these licenses and equipment maintenance agreements. (Motor Vehicle Account-State)

11. Wireless Leases

Funding is provided for lease cost increases for communication sites. (Motor Vehicle Account-State)

12. 2015-17 Airport Projects

Federal authority is reappropriated to complete projects started in the 2015-17 biennium. (Aeronautics Account-State; Aeronautics Account-Federal)

13. Boldt Litigation

One-time funding is provided to address litigation costs related to Phase II of U.S. v. Washington (Boldt decision), also known as the "culverts case." (Motor Vehicle Account-State)

14. Skagit River Bridge Litigation

The agency's expenditure authority is increased in order to continue to pay legal fees to the Attorney General's office for their continued effort to recover dollars expended to replace a span of the Skagit River Bridge that collapsed after being struck by an over-height commercial truck in 2013. (Motor Vehicle Account-State)

15. OMWBE Certification Costs

Funding is provided to cover the expected cost of the Office of Minority and Women's Business Enterprises certification process. (Motor Vehicle Account-State)

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Department of Transportation (cont.)**Recommendation Summary**

16. Electrical Utilities

Electricity costs charged by various utilities for department facilities have increased. Additional funding is provided for the Capital Facilities program to align with expected costs for the remainder of the biennium.

(Motor Vehicle Account-State)

17. SR 99 Tunnel Structure O&M

Funding is provided for the operation and maintenance (O&M) costs for the State Route (SR) 99 tunnel for the last seven months of the 2017-19 biennium. (Motor Vehicle Account-State; Alaskan Way Viaduct Replacement Project Account-State)

18. Transit Projects Reappropriation

Due to project delays, transit project expenditures planned for the 2015-17 biennium are reappropriated in the 2017-19 biennium. (Multimodal Transportation Account-State)

19. Regional Mobility Grants Funding

Due to project delays, regional mobility grant expenditures planned for the 2015-17 biennium are reappropriated in the 2017-19 biennium. (Regional Mobility Grant Program Account-State)

20. Vanpool Mobility Grants Funding

Due to project delays, some vanpool mobility grant expenditures planned for the 2015-17 biennium are reappropriated in the 2017-19 biennium. (Multimodal Transportation Account-State)

21. Credit Card Costs

Funding is provided for an increase in credit card fees due to a higher volume and value of credit card transactions. (Puget Sound Ferry Operations Account-State)

22. ECDIS Training/Compliance

Funding is provided to purchase Electronic Chart Display and Information System (ECDIS) training stations, develop a training curriculum and train deck officers. Training is necessary to maintain compliance with international and federal requirements and commitments to the U.S. Coast Guard. (Puget Sound Ferry Operations Account-State)

23. MV Chimacum Technical Correction

A technical correction is made to rectify an error in calculating the 2017-19 base budget cost of operating the MV Chimacum. (Puget Sound Ferry Operations Account-State)

24. Additional Fuel for Olympic Vessels

Funding is provided for increased fuel costs for the Olympic class vessels to align estimated fuel costs with actual fuel usage. (Puget Sound Ferry Operations Account-State)

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Department of Transportation (cont.)**Recommendation Summary****25. Support Olympic Warranty Repairs**

Funding is provided to retain usage of the MV Hyak to maintain service and fleet capacity while the MV Tokitae and MV Samish are out of service for warranty repairs. (Puget Sound Ferry Operations Account-State)

26. Warehouse Lease Cost Increase

Funding is provided for increased warehouse lease costs at the ferry facility in south Seattle. (Puget Sound Ferry Operations Account-State)

27. Vessel Regulatory Equipment Costs

Funding is provided for additional lifesaving equipment and maintenance costs of that equipment as required by the U.S. Coast Guard for safe operation of the ferry fleet. (Puget Sound Ferry Operations Account-State)

36. 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. (Aeronautics Account-State; Motor Vehicle Account-State; Puget Sound Ferry Operations Account-State; other accounts)

37. Wellness \$25 Gift Card

Some employees are eligible, under the terms of their collective bargaining agreements, to earn a \$25 gift card after completing a health risk assessment. This item provides funding for agencies to pay the employer's share of Social Security and Medicare taxes on the gift cards. (Motor Vehicle Account-State; Puget Sound Ferry Operations Account-State)

38. 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. (Motor Vehicle Account-State; Puget Sound Ferry Operations Account-State; State Route Number 520 Corridor Account-State; other accounts)

55. DES Rate Compensation Changes

Funding is provided to cover compensation and central service cost increases that were included in the 2017-19 biennial budget in lines of business at the Department of Enterprise Services that have a fee for service type structure. (Motor Vehicle Account-State; Multimodal Transportation Account-State)

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Department of Transportation (cont.)**Recommendation Summary****56. Capital Projects**

Appropriations provide for capital projects that preserve and improve existing ferry terminals and vessels. Additional appropriation authority is needed for the Seattle Terminal project. (Essential Rail Assistance Account-State; Transportation Infrastructure Account-State; Recreational Vehicle Account-State; other accounts)

57. Data Center Migration Planning

Funding is provided for the department to develop a business plan for migrating the department's three data centers to cloud service providers and/or the State Data Center. The appropriation authority will be used to contract with a vendor with expertise in data-migration planning. Current state statute (RCW 43.105.375) and Office of the Chief Information Officer policy require this business plan. (Motor Vehicle Account-State)

58. Electric Vessel RFP

Funding is provided for the request for proposal (RFP) process to convert three Jumbo Mark II class ferry vessels from diesel to hybrid electric along with the necessary modifications to the terminals to support and charge electric ferries. (Puget Sound Capital Construction Account-State)

59. CWA Additional Bond Authority

Additional Connecting Washington (CWA) bond authority is provided to support the Department's expanded use of design-build delivery on highway construction projects. (Connecting Washington Account-Bonds)

60. Capital Project Adjustment

Capital expenditure authority is adjusted for projects advanced in the highway preservation program. (Connecting Washington Account-State)

61. High Speed Rail Investment Analysis

Funding is provided for an investment grade analysis of ridership and revenue to move high speed rail forward and to attract private investment. (Multimodal Transportation Account-State)

62. Road Usage Charge Federal Authority

Additional federal expenditure authority is provided for a federal grant award for the road usage charge pilot project. (Motor Vehicle Account-Federal)

63. 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)

64. Human Resources Investigator

Funding is provided for a human resources investigator in the Ferries Division to improve the consistency and efficiency of investigative processes. (Motor Vehicle Account-State)

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Department of Transportation (cont.)**Recommendation Summary****65. RTPO Funding Increase**

Additional resources are provided for the Regional Transportation Planning Organization (RTPO) program funded through Program T. Planning requirements and new corridor initiatives necessitate increased funding. (Motor Vehicle Account-State)

66. Standardize Maintenance Procedures

Funding is provided for standardizing maintenance procedures by vessel class and terminals to provide better maintenance and preservation of ferry assets, resulting in improved vessel reliability. (Puget Sound Ferry Operations Account-State)

67. U.S. Coast Guard Required Training

Funding is provided for hiring and training new and current employees to reduce missed sailings and ensure the workforce is trained and qualified to fill vacancies of retired employees while maintaining a safe, reliable ferry system into the future. (Puget Sound Ferry Operations Account-State)

68. Fleet Facility Security Officer

Funding is provided to hire an additional fleet facility security officer to ensure Washington State Ferries continues to comply with U.S. Coast Guard requirements. (Puget Sound Ferry Operations Account-State)

69. Wahkiakum County Ferry Subsidy

Funding is increased for the ferry operated by Wahkiakum County on the Columbia River between Puget Island and Westport, pursuant to RCW 47.56.720. (Motor Vehicle Account-State)

70. 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. (Aeronautics Account-State; Motor Vehicle Account-State; Puget Sound Ferry Operations Account-State; other accounts)

71. Program Shift of Studies

Funding is shifted from capital programs to Program T for three legislative planning studies. (Motor Vehicle Account-State)

72. 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)

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Department of Transportation (cont.)**Recommendation Summary**

73. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. (Motor Vehicle Account-State; Multimodal Transportation Account-State)

74. 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)

75. 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)

76. 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. (Motor Vehicle Account-State; Multimodal Transportation Account-State)

77. OFM Human Resource Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Office of Financial Management for personnel service rates. (Motor Vehicle Account-State)

78. 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. (Motor Vehicle Account-State; Multimodal Transportation Account-State)