

**SPECIAL APPROPRIATION AGENCIES**

Agency 010

**Bond Retirement and Interest  
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
<b>2017-19 Original Appropriations</b>	<b>0.0</b>	<b>2,337,456</b>	<b>1,818,255</b>	<b>4,155,711</b>
<b>Maintenance Other Changes:</b>				
1. Reduce to Zero Base	0.0	0	(1,398,538)	(1,398,538)
2. Bond Sale Costs	0.0	0	(1)	(1)
3. Delete New Bonds	0.0	(47,232)	0	(47,232)
4. Underwriter's Discount (Actuals)	0.0	0	216	216
5. Existing Debt Service	0.0	0	1,392,865	1,392,865
6. Bond Sales Costs (Actuals)	0.0	0	56	56
7. Bond Refunding Savings	0.0	(17,960)	0	(17,960)
<b>Maintenance -- Other Total</b>	<b>0.0</b>	<b>(65,192)</b>	<b>(5,402)</b>	<b>(70,594)</b>
<b>Total Maintenance Changes</b>	<b>0.0</b>	<b>(65,192)</b>	<b>(5,402)</b>	<b>(70,594)</b>
<b>2017-19 Maintenance Level</b>	<b>0.0</b>	<b>2,272,264</b>	<b>1,812,853</b>	<b>4,085,117</b>
<b>Policy Other Changes:</b>				
8. Debt Service on New Projects	0.0	50,000	0	50,000
9. Underwriter's Discount	0.0	0	4,547	4,547
10. Planned Debt Service	0.0	0	(4,456)	(4,456)
11. Bond Sale Costs	0.0	0	909	909
<b>Policy -- Other Total</b>	<b>0.0</b>	<b>50,000</b>	<b>1,000</b>	<b>51,000</b>
<b>Total Policy Changes</b>	<b>0.0</b>	<b>50,000</b>	<b>1,000</b>	<b>51,000</b>
<b>2017-19 Policy Level</b>	<b>0.0</b>	<b>2,322,264</b>	<b>1,813,853</b>	<b>4,136,117</b>

**POLICY CHANGES**

**1. Reduce to Zero Base**

Costs are zero-based to allow for recalculation of new bond assumptions. (Transportation Partnership Account-State; Connecting Washington Account-State; Highway Bond Retirement Account-State; other accounts)

**2. Bond Sale Costs**

A fund source not needed in the 2017-19 biennium is deleted. (Hood Canal Aquatic Rehabilitation Bond Account-State)

Agency 010

## **Bond Retirement and Interest (cont.)**

### **Recommendation Summary**

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- 3. Delete New Bonds**

Funding for new bonding authority not used in the 2017-19 enacted budget is deleted. (General Fund-State)
- 4. Underwriter's Discount (Actuals)**

Funding is added to match actual cost of the underwriter's discount. (Transportation Partnership Account-State; Transportation 2003 Account (Nickel Account)-State)
- 5. Existing Debt Service**

Funding is provided to cover the cost of transportation bonds sold as of November 2017. (Highway Bond Retirement Account-State; Ferry Bond Retirement Account-State; TIB Bond Retirement Account-State; other accounts)
- 6. Bond Sales Costs (Actuals)**

This item accounts for actual bond sales costs. (Transportation Partnership Account-State; Transportation 2003 Account (Nickel Account)-State)
- 7. Bond Refunding Savings**

This item reflects savings related to refunding bond sales in fiscal year 2017. (General Fund-State)
- 8. Debt Service on New Projects**

Funding is provided for debt service on new bonds in the 2017-19 biennium. (General Fund-State)
- 9. 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; Motor Vehicle Account-State; Connecting Washington Account-State; other accounts)
- 10. 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; Ferry Bond Retirement Account-State; Toll Facility Bond Retirement Account-State)
- 11. Bond Sale Costs**

This item is for estimated costs for future bond sales. (Transportation Partnership Account-State; Motor Vehicle Account-State; Connecting Washington Account-State; other accounts)

**SPECIAL APPROPRIATION AGENCIES**

Agency 076

**Special Appropriations to the Governor  
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
<b>2017-19 Original Appropriations</b>	<b>0.0</b>	<b>146,900</b>	<b>22,135</b>	<b>169,035</b>
<b>2017-19 Maintenance Level</b>	<b>0.0</b>	<b>146,900</b>	<b>22,135</b>	<b>169,035</b>
<b>Policy Other Changes:</b>				
1. Cancer Research Endowment	0.0	10,000	0	10,000
2. School Employees Benefits Board	0.0	21,230	0	21,230
3. Disaster Response Account	0.0	67,233	0	67,233
4. Lease Cost Pool	0.0	8,000	0	8,000
5. Local Public Safety Account	0.0	50,000	0	50,000
6. Medical Marijuana Database	0.0	0	2,300	2,300
<b>Policy -- Other Total</b>	<b>0.0</b>	<b>156,463</b>	<b>2,300</b>	<b>158,763</b>
<b>Policy Central Services Changes:</b>				
7. Legal Services	0.0	1	0	1
8. CTS Central Services	0.0	97	6	103
9. DES Central Services	0.0	229	3	232
10. OFM Central Services	0.0	88	5	93
11. CTS Fee for Service Adjustment	0.0	26	0	26
<b>Policy -- Central Svcs Total</b>	<b>0.0</b>	<b>441</b>	<b>14</b>	<b>455</b>
<b>Total Policy Changes</b>	<b>0.0</b>	<b>156,904</b>	<b>2,314</b>	<b>159,218</b>
<b>2017-19 Policy Level</b>	<b>0.0</b>	<b>303,804</b>	<b>24,449</b>	<b>328,253</b>

**POLICY CHANGES**

**1. Cancer Research Endowment**

Funds are appropriated to the Cancer Research Endowment Fund Match Transfer Account to provide matching funds for the cancer research endowment program pursuant to RCW 43.348.080. (General Fund-State)

**2. School Employees Benefits Board**

The Health Care Authority has been directed to establish, organize and implement a School Employees Benefits Board (SEBB) and insurance program. Funds are appropriated to the School Employees' Insurance Administrative Account for start-up costs. It is intended that appropriated funds be repaid with interest in June 2020. (General Fund-State)

Agency 076

**Special Appropriations to the Governor (cont.)****Recommendation Summary****3. Disaster Response Account**

Due to a delay in federal grant funding, the Disaster Response Account revenue is not sufficient to pay for existing expenditures. Funds are appropriated to ensure the account remains solvent. (General Fund-State)

**4. Lease Cost Pool**

Funding is provided to the State Agency Office Relocation Pool Account to cover expected agency costs in the six-year facilities lease plan. (General Fund-State)

**5. Local Public Safety Account**

Funding is provided to the Local Public Safety Enhancement Account per RCW 41.26.802. (General Fund-State)

**6. Medical Marijuana Database**

Funds are appropriated to the Health Professions Account to restore funds used by the Department of Health to implement and administer a medical marijuana authorization database required under Chapter 70, Laws of 2015. (Dedicated Marijuana Account-State)

**7. Legal Services**

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. (General Fund-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. (General Fund-State; Judicial Stabilization Trust Account-State; Statute Law Committee Publications Account-Non-Appr; other accounts)

**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; Statute Law Committee Publications Account-Non-Appr; Performance Audits of Government Account-State)

**10. 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; Judicial Stabilization Trust Account-State; Statute Law Committee Publications Account-Non-Appr; other accounts)

*Agency 076*

**Special Appropriations to the Governor (cont.)**

**Recommendation Summary**

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**11. 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)

Agency 707

**Sundry Claims  
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
<b>2017-19 Original Appropriations</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>2017-19 Maintenance Level</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Policy Other Changes:</b>				
1. Self-Defense Reimbursement	0.0	169	0	169
<b>Policy -- Other Total</b>	<b>0.0</b>	<b>169</b>	<b>0</b>	<b>169</b>
<b>Total Policy Changes</b>	<b>0.0</b>	<b>169</b>	<b>0</b>	<b>169</b>
<b>2017-19 Policy Level</b>	<b>0.0</b>	<b>169</b>	<b>0</b>	<b>169</b>

**POLICY CHANGES**

**1. Self-Defense Reimbursement**

On the recommendation of the Department of Enterprise Services' Office of Risk Management, payment is made under RCW 9A.16.110 for claims reimbursing legal costs and other expenses of criminal defendants acquitted on the basis of self defense. (General Fund-State)

**SPECIAL APPROPRIATION AGENCIES**

Agency 713

**State Employee Compensation Adjustments  
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
<b>2017-19 Original Appropriations</b>	<b>0.0</b>	<b>(462,583)</b>	<b>1,441,696</b>	<b>979,113</b>
<b>Maintenance Other Changes:</b>				
1. BSA Funds to Pension Stabilization	0.0	0	(925,166)	(925,166)
<b>Maintenance -- Other Total</b>	<b>0.0</b>	<b>0</b>	<b>(925,166)</b>	<b>(925,166)</b>
<b>Maintenance Comp Changes:</b>				
2. Move Pension Fund Shift to Agencies	0.0	462,583	(462,583)	0
3. State Public Employee Benefits Rate	0.0	0	(2,507)	(2,507)
4. WFSE General Government	0.0	0	(22,667)	(22,667)
5. State Rep Employee Benefits Rate	0.0	0	(6,504)	(6,504)
6. WPEA General Government	0.0	0	(958)	(958)
7. PTE Local 17 Agreement	0.0	0	(9,741)	(9,741)
8. The Coalition of Unions Agreement	0.0	0	(353)	(353)
9. Non-Rep General Wage Increase	0.0	0	(7,890)	(7,890)
10. Non-Rep Targeted Pay Increases	0.0	0	(765)	(765)
11. Orca Transit Pass - WFSE	0.0	0	(498)	(498)
12. Orca Transit Pass - Not WFSE	0.0	0	(2,064)	(2,064)
<b>Maintenance -- Comp Total</b>	<b>0.0</b>	<b>462,583</b>	<b>(516,530)</b>	<b>(53,947)</b>
<b>Total Maintenance Changes</b>	<b>0.0</b>	<b>462,583</b>	<b>(1,441,696)</b>	<b>(979,113)</b>
<b>2017-19 Maintenance Level</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Policy Comp Changes:</b>				
13. PERS & TRS Plan 1 Benefit Increase	0.0	107	20	127
14. Family Leave: Low Wage Employees	0.0	4	0	4
<b>Policy -- Comp Total</b>	<b>0.0</b>	<b>111</b>	<b>20</b>	<b>131</b>
<b>Total Policy Changes</b>	<b>0.0</b>	<b>111</b>	<b>20</b>	<b>131</b>
<b>2017-19 Policy Level</b>	<b>0.0</b>	<b>111</b>	<b>20</b>	<b>131</b>

Agency 713

**State Employee Compensation Adjustments (cont.)**

**Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
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**POLICY CHANGES**

**1. BSA Funds to Pension Stabilization**

The appropriation from the Budget Stabilization Account (BSA) to the Pension Funding Stabilization Account duplicates the Treasurer's transfer of this funding, as directed in the budget bill. Therefore, this appropriation is removed. (Budget Stabilization Account-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. State Public Employee Benefits Rate**

This item shifts compensation funding for transportation budgets placed in the enacted 2017-19 omnibus operating budget bill into each transportation agency. (Pilotage Account-Non-Appr; Aeronautics Account-State; State Patrol Highway Account-State; other accounts)

**4. WFSE General Government**

This item shifts compensation funding for transportation budgets placed in the enacted 2017-19 omnibus operating budget bill into each transportation agency. (Aeronautics Account-State; State Patrol Highway Account-State; State Patrol Highway Account-Federal; other accounts)

**5. State Rep Employee Benefits Rate**

This item shifts compensation funding for transportation budgets placed in the enacted 2017-19 omnibus operating budget bill into each transportation agency. (Aeronautics Account-State; State Patrol Highway Account-State; State Patrol Highway Account-Federal; other accounts)

**6. WPEA General Government**

This item shifts compensation funding for transportation budgets placed in the enacted 2017-19 omnibus operating budget bill into each transportation agency. (State Patrol Highway Account-State; State Patrol Highway Account-Federal; Motor Vehicle Account-State)

**7. PTE Local 17 Agreement**

This item shifts compensation funding for transportation budgets placed in the enacted 2017-19 omnibus operating budget bill into each transportation agency. (Aeronautics Account-State; State Patrol Highway Account-State; State Patrol Highway Account-Federal; other accounts)



Agency 713

**State Employee Compensation Adjustments (cont.)****Recommendation Summary****8. The Coalition of Unions Agreement**

This item shifts compensation funding for transportation budgets placed in the enacted 2017-19 omnibus operating budget bill into each transportation agency. (State Patrol Highway Account-State; State Patrol Highway Account-Federal)

**9. Non-Rep General Wage Increase**

This item shifts compensation funding for transportation budgets placed in the enacted 2017-19 omnibus operating budget bill into each transportation agency. (Pilotage Account-Non-Appr; Aeronautics Account-State; State Patrol Highway Account-State; other accounts)

**10. Non-Rep Targeted Pay Increases**

This item shifts compensation funding for transportation budgets placed in the enacted 2017-19 omnibus operating budget bill into each transportation agency. (Motor Vehicle Account-State; Puget Sound Ferry Operations Account-State; Transportation Improvement Account-State; other accounts)

**11. Orca Transit Pass - WFSE**

This item shifts compensation funding for transportation budgets placed in the enacted 2017-19 omnibus operating budget bill into each transportation agency. (State Patrol Highway Account-State; Highway Safety Account-State; Motor Vehicle Account-State; other accounts)

**12. Orca Transit Pass - Not WFSE**

This item shifts compensation funding for transportation budgets placed in the enacted 2017-19 omnibus operating budget bill into each transportation agency. (Pilotage Account-Non-Appr; State Patrol Highway Account-State; State Patrol Highway Account-Federal; other accounts)

**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; Motor Vehicle Account-State; Judicial Information Systems Account-State; other accounts)

**14. Family Leave: Low Wage Employees**

A paid family and medical leave program was created by Chapter 5, Laws of 2017, 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)