

2019 Operating Budget Proposal



#PuttingPeopleFirst

Budget Highlights



Services for people with mental illness

Continues our work toward fixing the state's behavioral health network

4-year outlook
\$579 million



Investing in our K-12 students' success

Additional funding for special education, school employee health care coverage, and local effort assistance

\$1.6 billion



Workforce investment

Continues our investments in university hospitals, medical schools, and financial aid programs

\$1.5 billion



Early childhood education & child care

Ensuring the best start in life for our littlest learners.

\$164 million



Housing & homelessness

Working to keep families in their homes and out of poverty.

\$76 million

Behavioral Health

Providing care and treatment for those in need.

Funds significant behavioral health investments including:

Expansion of community behavioral health beds & services
State hospital operations & safety
Compliance with Trueblood Settlement Agreement*
Substance Use Disorder Enhancements
Behavioral Health Integration, including tele-health

	2019-21	4-year
	\$91 million	\$240 million
	\$136 million	\$272 million
	\$76 million	\$216 million
	\$11 million**	\$27 million
	\$10 million	\$23 million

\$206 MILLION
(2019-21)**

\$579 MILLION
(4-year)**

*Our 2019-21 operating budget assumes successful compliance with the Trueblood case.

**\$79 million total funds.

College & Workforce

Making the college dream more affordable.

\$608 MILLION
(2019-21)**

\$1.5 BILLION
(4-year)**

**WSU 3rd & 4th year
medical students**

\$11 million

\$25 million

**UW medical & dental
schools**

\$12 million

\$24 million

***Not all General Fund dollars.*

Addresses tuition authority cost gap for 4-year & CTCs' compensation

Highlights of the House Democratic Caucus Workforce Investment proposal (separate legislation)

Fully funds & expands College Grant programs *\$219 million* *\$554 million*

Guided Pathways program expansion at CTCs *\$55 million* *\$135 million*

Nurse educator & faculty salaries at CTCs *\$61 million* *\$142 million*

Career Connected Learning *\$17 million* *\$40 million*

**2019-21 listed first, 4-year outlook listed second. All numbers are rounded.*

Public Schools

Keeping our promise to 1.1 million public school students.

Highlights:

School Employees Benefits Board (SEBB)

\$453 million

\$1.1 billion

Special education

\$70 million

\$153 million

Levy equalization (LEA)

\$77 million

\$221 million

Student mental health & safety

\$5 million

\$11 million

\$643 MILLION
(2019-21)

\$1.6 BILLION
(4-year)



Health Care & Wellness

*Investing in a healthier Washington
for all*

Highlights:

Restores various one-time savings assumptions

\$160 million (4-year)

* *Healthier WA savings*

\$55 million \$110 million

* *Pharmacy savings*

\$14 million \$29 million

* *Dental savings*

\$11 million \$22 million

**Increases funding for foundational
public health**

\$22 million \$44 million

\$172 MILLION
*(2019-21)***

\$38 MILLION*
*(4-year)***

*Lower 4-year spending due to savings from
Hospital Safety Net in Outlook biennium.

*2019-21 listed first, 4-year outlook listed second. All numbers are rounded.



Long-Term Care & DD

Providing high-quality care to our aging population and people with disabilities.

\$262 MILLION

\$594 MILLION

Highlights:

Community Residential Services provider rate increases

\$62 million \$150 million

In-Home Personal Needs Allowance increase

\$11 million \$23 million

Other provider rate increases

\$18 million \$40 million

Addresses Residential Habilitation Centers Medicaid compliance staffing

\$15 million \$22 million

Children & Family Services

Fulfilling our moral obligation to care for children in need.

Highlights:

Early Learning & Child Care

Working Connections Child Care center rate increases

\$25 million \$49 million

ECEAP expansion (1,464 slots) & rate increases

\$38 million \$74 million

Early Achievers coaching & scholarships

\$9 million \$17 million

Child Welfare

Behavioral Rehabilitation Services rate increases

\$17 million \$36 million

Home visiting expansion (750 slots)

\$4 million \$9 million

\$119 MILLION
(2019-21)

\$303 MILLION
(4-year)

Human Services

*Helping families stay in their homes
and out of poverty.*

\$63 MILLION
(2019-21)

\$103 MILLION
(4-year)

Highlights:

**Increases funding for youth homelessness & permanent
supportive housing**

\$21 million

\$42 million

Housing & Essential Needs program

\$13 million

\$25 million

Funds Department of Veterans Affairs veterans' home shortfalls

\$5 million

Crime Victims' provider rate increases

\$7 million

\$11 million

Public Safety & Judicial

Keeping our communities safe.

Highlights:

**19 Basic Law Enforcement Academy classes
at Criminal Justice Training Center**

\$5 million

**Testing for sexual assault exam kit backlog
(HB 1166)**

\$11 million

\$21 million

**Department of Corrections Work Release
Capacity expansion**

\$15 million

\$36 million

Trial Court Interpreters program expansion

\$2 million

\$9 million

\$110 MILLION
(2019-21)

\$218 MILLION
(4-year)

**Vendor rates increases for
Office of Civil Legal Aid &
Office of Public Defense
contract attorneys**

\$13 million

\$28 million

Other Highlights

Orca-related items & legislation

\$11 million (\$24 million total)

\$18 million

2020 Census outreach & promotion

\$12 million

Clean Energy & Clean Buildings programs & legislation

\$5 million

\$13 million

Rural Broadband access expansion

\$9 million

State parks operations & maintenance

\$8 million

\$13 million

Prepaid postage for elections

\$5 million

\$9 million

Fire response

\$13 million

\$20 million



Revenue

\$1.4 BILLION
(2019-21)**

\$4.2 BILLION
(4-year)**

Revenue Options (\$ in millions)	2019-21 Biennium	2021-23 Biennium	4-year Total
Extraordinary Profits Tax (Capital Gains)	\$780.7	\$1,906.7	\$2,687.4
Progressive Real Estate Excise Tax	\$130.3	\$190.6	\$320.9
Workforce Education Investment	\$427.4	\$613.1	\$1,040.5
Tax Preferences Repeal*	\$68.4	\$76.1	\$144.5
Total NGF Investments	\$979.4	\$2,173.4	\$3,152.8
TOTAL with Workforce Education Investment	\$1,406.8	\$2,786.5	\$4,193.3

* Includes the repeal of the preferential rate for travel agents/tour operators, repeal of the B&O and sales tax exemption for sales of bullion, and repeal of the nonresident sales tax exemption with refund option.