

Agency 365

## Washington State University

## Recommendation Summary

Dollars in Thousands

	Annual FTEs	General Fund State	Other Funds	Total Funds
<b>2013-15 Expenditure Authority</b>	5,935.8	310,973	1,089,929	1,400,902
<b>Total Maintenance Level</b>	6,230.6	327,693	1,165,774	1,493,467
Difference	294.8	16,720	75,845	92,565
Percent Change from Current Biennium	5.0%	5.4%	7.0%	6.6%
<b>Performance Changes</b>				
Industrial and Farm Energy Audits		2,600		2,600
Renewable Energy Incentives		250		250
Computer Science and Engineering	21.7	2,000		2,000
Agreement with WFSE		267	471	738
Agreement with PSE		9	15	24
Agreement with Police Guild		41	69	110
CTS Rate Adjustment			(2)	(2)
Archives/Records Management		(2)	(4)	(6)
Audit Services		(1)	(2)	(3)
Legal Services		7	12	19
Office of Chief Information Officer		7	12	19
DES Central Services		10	15	25
Core Financial Systems Replacement		10	17	27
Time, Leave and Attendance System		15	24	39
Self-Insurance Liability Premium		(52)	(83)	(135)
State Public Employee Benefits Rate		1,517	3,519	5,036
Nonrepresented Job Class Specific Increases		18	82	100
Shift Education Legacy Trust to General Fund		33,995	(33,995)	
General Wage Increase for State Employees		7,789	20,870	28,659
Research on Effect of Marijuana Use			773	773
<b>Subtotal</b>	21.7	48,480	(8,207)	40,273
<b>Total Proposed Budget</b>	6,252.3	376,173	1,157,567	1,533,740
Difference	316.5	65,200	67,638	132,838
Percent Change from Current Biennium	5.3%	21.0%	6.2%	9.5%
<b>Total Proposed Budget by Activity</b>				
Administration	51.8	16,042	2,688	18,730
Community Outreach	435.9	45,817	77,093	122,910
Instruction	3,881.6	226,883	670,969	897,852
Research	1,883.1	87,431	406,817	494,248
<b>Total Proposed Budget</b>	6,252.3	376,173	1,157,567	1,533,740

## **HIGHER EDUCATION**

### **PERFORMANCE LEVEL CHANGE DESCRIPTIONS**

#### **Industrial and Farm Energy Audits**

Ongoing funding is provided to the Washington State University (WSU) Extension Energy Program to expand voluntary energy and engineering audit programs. Funding of \$1.6 million for the Industrial Energy Services Center and \$1 million for the Farm Energy Program will provide the industrial and agricultural sectors with technical assistance, best practices training, and engineering improvements for reduced energy consumption.

#### **Renewable Energy Incentives**

Funding is provided to the WSU Extension Energy Program for implementation of modifications to the renewable energy cost recovery incentive program established under RCW 82.16.120.

#### **Computer Science and Engineering**

Funding is provided for Washington State University to increase production of computer science and engineering graduates. This investment for faculty and resources will expand program admission by approximately 75 new students.

#### **Agreement with WFSE**

Funding is provided for the collective bargaining agreement with the Washington Federation of State Employees (WFSE), Bargaining Units 1, 2, 12, 15 and 17 and for employee insurance. The agreement includes a general wage increase of 3 percent, effective July 1, 2015; and a general wage increase of 1.8 percent, effective July 1, 2016. (General Fund-State, Institutions of Higher Education-Dedicated Local Account-Nonappropriated, Institutions of Higher Education-Grant and Contracts Account-Nonappropriated, Institutions of Higher Education-Operating Fees Account-Nonappropriated)

#### **Agreement with PSE**

Funds are provided for the collective bargaining agreement with the Public School Employees of Washington (PSE), Bargaining Unit 16 and for employee insurance. The agreement includes a general wage increase of 3 percent, effective July 1, 2015; and a general wage increase of 1 percent and an additional general wage increase of 0.8 percent or \$20 per month, whichever is greater, both effective July 1, 2016. (General Fund-State, Institutions of Higher Education-Operating Fees Account-Nonappropriated)

#### **Agreement with Police Guild**

Funding is provided for the collective bargaining agreement with Washington State University Police Guild, Bargaining Unit 4 and for employee insurance. The agreement includes a general wage increase of 3 percent, effective July 1, 2015, and a general wage increase of 1.8 percent, effective July 1, 2016. (General Fund-State, Institutions of Higher Education-Operating Fees Account-Nonappropriated)

#### **CTS Rate Adjustment**

Agency budgets are adjusted to reflect changes in Consolidated Technology Services (CTS) rates. Specific changes include a reduction in metered storage rates and elimination of tailored storage rates, elimination of redundant firewalls, reduction in long distance telephone rates, a general rate reduction to reflect administrative efficiencies within CTS, and enhancements to the identity management service.

#### **Archives/Records Management**

Agency budgets are adjusted to update each agency's allocated share of charges and to reflect a 10 percent reduction in the number of boxes submitted for records storage.

### **Audit Services**

Agency budgets are adjusted to update each agency's allocated share of charges and to reflect a 5 percent reduction in charges for audit services.

### **Legal Services**

Agency budgets are adjusted to update each agency's allocated share of charges and to reflect a reduction in legal service charges. The Attorney General's Office (AGO) will work with client agencies to implement stricter policies and best practices regarding utilization of its services to achieve lower legal bills.

### **Office of Chief Information Officer**

Agency budgets are adjusted to update each agency's allocated share of charges and to reflect increased billing levels for software subscriptions and office relocation.

### **DES Central Services**

Agency budgets are adjusted to update each agency's allocated share of charges and to align with anticipated billing levels from the Department of Enterprise Services (DES) in the 2015-17 biennium, including changes to the enterprise systems fee, personnel services, and small agency financial services.

### **Core Financial Systems Replacement**

Agency budgets are adjusted to align with anticipated billings from the Office of Financial Management in the 2015-17 biennium for core financial systems replacement planning through the One Washington project.

### **Time, Leave and Attendance System**

Agency budgets are adjusted to align with anticipated billings for the Time, Leave and Attendance system, including debt service and project completion costs.

### **Self-Insurance Liability Premium**

Agency budgets are adjusted to reflect updated premium rates and a reduction in billings for the 2015-17 biennium.

### **State Public Employee Benefits Rate**

Health insurance funding is provided for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. Insurance for employees covered by the health insurance coalition is included in funding for their respective collective bargaining agreements. The insurance funding rate is \$913 per employee per month for Fiscal Year 2016 and \$947 per employee per month for Fiscal Year 2017. (General Fund-State, various other accounts)

### **Nonrepresented Job Class Specific Increases**

Funding is provided for classified state employees who are not represented by a union for pay increases in specific job classes in alignment with other employees. (General Fund-State, various other accounts)

### **Shift Education Legacy Trust to General Fund**

In order to bring the Education Legacy Trust Account into balance, spending is shifted to the state General Fund. (General Fund-State, Education Legacy Trust Account-State)

## **HIGHER EDUCATION**

### **General Wage Increase for State Employees**

Funding is provided for wage increases for state employees who are not represented by a union or who are covered by a bargaining agreement that is not subject to financial feasibility determination. It is sufficient for a general wage increase of 3 percent, effective July 1, 2015; a general wage increase of 1.8 percent for employees who earn \$2,500 a month or more, effective July 1, 2016; and a general wage increase of 1 percent plus a \$20 per month increase for employees who earn less than \$2,500 per month, effective July 1, 2016. This item includes both higher education and general government workers. (General Fund-State, various other accounts)

### **Research on Effect of Marijuana Use**

Initiative 502, passed by voters in 2012, authorizes the regulation, sale and taxation of marijuana for adults over the age of 21. Funding is provided for research on the short- and long-term effects of marijuana use, as authorized by the initiative. (Dedicated Marijuana Account)

## **ACTIVITY DESCRIPTIONS**

### **Administration**

This activity is the executive leadership of the university and is composed of the Board of Regents, President's Office, Faculty Senate, Government Relations, Vice President for Finance and Administration, Assistant Attorney General, and the Executive Vice President and Provost.

### **Community Outreach**

As a land-grant institution, the University provides services to the general public such as economic development, lectures, and conferences. Two major programs, the Cooperative Extension program and the Small Business Development Center, provide technical and other assistance to small businesses, individuals, and communities. KWSU radio and television provide educational programming throughout Washington.

### **Instruction**

The University provides undergraduate and graduate education in the liberal arts and natural sciences, as well as in agriculture, engineering, business, health sciences, veterinary medicine, and education.

### **Research**

Washington State University provides research programs in close relationship with its instruction and public service programs. The Agricultural Research Center provides scientific analysis and practical solutions to problems affecting farmers, processors, merchandisers, exporters, and consumers of agricultural products. Grants and contracts provided by federal, state, and private sources allow the university to conduct vital research and training to benefit the people of Washington.