

**Date:** March 31, 2021

**Subject:** House and Senate Proposed 2021-23 Biennial Operating and Capital Budgets

Leadership in the Senate Ways & Means committee released their initial [operating](#) and [capital](#) budget proposals for the 2021-23 biennium on March 25. Leadership in the House Appropriation committee released their 2021-23 [capital](#) budget proposal on March 24 and their [operating](#) budget proposal on March 26. These initial proposals from the legislature follow the release of the [Governor's proposals](#) in December.

For operating and capital budget proposals, this brief covers versions approved by the fiscal committees of each chamber (Senate Ways & Means, House Appropriations, and House Capital Budget committees), which are pending action on the floor of each chamber. This brief will be updated if any changes are made to these budgets.

In sessions occurring in odd-numbered years (such as the current session), lawmakers are tasked with setting a two-year state budget, which they have an opportunity to amend during supplemental sessions in even-numbered years. The 2021 session began on January 11, 2021, and will end on or before April 25, 2021, with the option of one or more 30-day special sessions. For a review of the 2020 supplemental budget, please see OPB's brief [here](#). For more information regarding the UW's requests for state funding, please see our 2021-23 operating and capital submissions on [this page](#).

## OPERATING BUDGETS

The COVID-19 pandemic drastically changed the economic outlook in Washington state. The [June 2020 Revenue Forecast](#), released by the Economic and Revenue Forecast Council (ERFC), forecasted a precipitous economic decline as a result of the full shutdown in spring and early summer. Fortunately, the [March 2021 forecast](#) shows a full recovery, essentially returning the state revenue forecast to pre-pandemic levels. Near General Fund-State revenue projections are \$56.615 billion for the 2021-23 biennium, 8.2 percent over the projection for the 2019-21 biennium.

The March forecast cited federal stimulus approved in December and March along with strong real estate market activity, strong retail sales recovery, and faster than expected vaccine distribution as factors influencing the positive forecast. The House and Senate budget proposals are based on revenue assumptions in this forecast.

## Direct Impacts to the UW

Overall, the House and Senate biennial budget proposals reflect an increase of \$55 million or \$61 million over the carry-forward level (cost of continuing the 2019-21 budget into 2021-23), respectively. Table 1, below, shows:

- **2019-21 Biennium:** current funding provided over the 2019-21 biennium (FY20 and FY21) and **proposed 2021 supplemental budgets** from the Governor, House, and Senate (affecting FY21 only),
- **2021-23 Biennium:** assumed base funding (the cost of continuing appropriations from the current biennium into the upcoming biennium for FY22 and FY23), and **proposed 2021-23 biennial operating budget proposals** from the Governor, House, and Senate (affecting FY22 and FY23).

**Table 1: UW State Funding - 2021 Supplemental and 2021-23 Biennial Operating Budget Proposals Near General Fund State (including Pension Funding Stabilization Acct\*), (in \$1,000s)**

Budget	FY1	FY2	Total
2019-21 Biennial Budget + 2020 Supplemental	396,798	423,093	<b>819,891</b>
Governor's Proposed Supplemental 2021 Budget	396,798	480,940	<b>877,738</b>
Senate Proposed Supplemental 2021 Budget	396,798	421,204	<b>818,002</b>
House Proposed Supplemental 2021 Budget	396,798	421,063	<b>817,861</b>
2021-23 Base Funding (2019-21 + Carryforward Level)	408,685	407,824	<b>816,509</b>

Governor's Proposed 2021-23 Biennial Operating Budget	447,673	454,920	<b>902,593</b>
Senate Floor 2021-23 Biennial Operating Budget	434,279	443,371	<b>877,650</b>
House Floor 2021-23 Biennial Operating Budget	430,143	441,597	<b>871,740</b>

\*In the 2017-19 and 2019-21 Biennia, the state temporarily shifted approximately \$51 million off of the State General Fund and onto the Pension Funding Stabilization Account (PFSA). PFSA amounts are included in these totals. See OPB's 2018 Supplemental Budget brief for more information.

Table 2, below, shows a line-by-line breakdown of the funding levels and policy changes proposed in the 2021 supplemental operating budgets, amending the 2020 supplemental budget for the final six months of 2021. Table 3 details the 2021-23 biennial operating budgets. Line items are described in more detail in the following pages.

**Table 2: 2021 Supplemental Operating Budget Proposals**  
Near General Fund State (in \$1,000s)

	Governor Proposed	Senate			House		
	2019-21 Total	FY20	FY21	2019-21 Total	FY20	FY21	2019-21 Total
<b>2019-21 Budget (2019-21 and 2020 Sup)</b>	<b>819,891</b>	396,798	423,093	<b>819,891</b>	396,798	423,093	<b>819,891</b>
<b>Maintenance &amp; Policy Level Changes</b>	<b>57,847</b>	-	(1,889)	<b>(1,889)</b>	-	(2,030)	<b>(2,030)</b>
OFM Central Services Adjustment	<b>2,200</b>	-	2,200	<b>2,200</b>	-	2,200	<b>2,200</b>
FY21 General Wage Funding Sweep	<b>(4,353)</b>	-	(4,353)	<b>(4,353)</b>	-	(4,353)	<b>(4,353)</b>
UW Hospital Support**	<b>60,000</b>	-	-	-	-	35,000	<b>35,000</b>
Addictions, Drug & Alcohol Institute	-	-	141	<b>141</b>	-	-	-
Tuition Backfill Inflation Adjustment	-	-	123	<b>123</b>	-	123	<b>123</b>
<b>Total Funding</b>	<b>877,738</b>	396,798	421,204	<b>818,002</b>	396,798	421,063	<b>817,861</b>

\*\*Funding in the House proposal is from the Coronavirus State Fiscal Recovery Fund, which is not Near General Fund - State. Therefore, it is not calculated in the NGFS total but is shown for budget comparison purposes.

**Table 3: 2021-23 Operating Budget Proposals**  
Near General Fund State (in \$1,000s)

		Governor Proposed	Senate			House		
		2021-23 Total	FY22	FY23	2021-23 Total	FY22	FY23	2021-23 Total
<b>2021-23 Base Funding (2019-21 + CFL)</b>		<b>816,509</b>	408,685	407,824	<b>816,509</b>	408,685	407,824	<b>816,509</b>
<b>Maintenance Level Changes</b>		<b>(1,499)</b>	(2,467)	(227)	<b>(2,694)</b>	(2,467)	(227)	<b>(2,694)</b>
Maintenance & Ops (ML+PL)		<b>1,400</b>	-	1,439	<b>1,439</b>	-	1,439	<b>1,439</b>
Tuition Backfill Inflation Adj.		<b>2,657</b>	1,174	1,993	<b>3,167</b>	1,174	1,993	<b>3,167</b>
ML Central Service Adjs.		<b>(5,722)</b>	(3,069)	(3,081)	<b>(6,150)</b>	(3,069)	(3,081)	<b>(6,150)</b>
Worker's Compensation		<b>495</b>	248	247	<b>495</b>	248	247	<b>495</b>
Comp	Pension & DRS Rate Changes	<b>(2,563)</b>	(1,279)	(1,284)	<b>(2,563)</b>	(1,279)	(1,284)	<b>(2,563)</b>
	Adjust PEBB Rate for Reserves	<b>2,234</b>	459	459	<b>918</b>	459	459	<b>918</b>
<b>Policy Level Changes</b>		<b>87,583</b>	28,061	35,774	<b>63,835</b>	23,925	34,000	<b>57,925</b>
PL Central Service Adjs.		<b>303</b>	302	49	<b>351</b>	357	231	<b>588</b>
Comp	Temporary Layoffs and Savings	<b>(26,249)</b>	-	-	-	-	-	-
	Non-Rep General Wage Increases	<b>(5,242)</b>	-	-	-	-	-	-
	Total Employee Benefits Changes	<b>(608)</b>	(1,774)	2,781	<b>1,007</b>	(1,774)	2,781	<b>1,007</b>
UW Hospital Safety Net Support		<b>110,000</b>	20,000	20,000	<b>40,000</b>	20,000	20,000	<b>40,000</b>

UW Dentistry Safety Net Support	<b>2,000</b>	1,000	1,000	<b>2,000</b>	1,000	1,000	<b>2,000</b>
Psychiatry Training Programs	<b>2,444</b>	814	1,630	<b>2,444</b>	813	1,627	<b>2,440</b>
Spokane Medical Ed. Facility	<b>2,291</b>	-	2,291	<b>2,291</b>	-	2,291	<b>2,291</b>
Climate Risk Assessment	<b>300</b>	225	75	<b>300</b>	225	75	<b>300</b>
Climate Science Education	<b>600</b>	300	300	<b>600</b>	300	300	<b>600</b>
WA MESA Program		150	150	<b>300</b>	150	150	<b>300</b>
SB 5126: Climate Commitment Act	<b>1,744</b>	50	1,694	<b>1,744</b>	-	-	-
SB 5194: Equity & Access in High. Ed.	-	69	69	<b>138</b>	-	-	-
SB 5141: Env. Justice Task Force	-	60	60	<b>120</b>	-	-	-
SB 5227: Diversity Training	-	146	158	<b>304</b>	-	-	-
Addictions, Drug & Alcohol Institute	-	422	-	<b>422</b>	-	-	-
HMC Fund Transfer from HCA	-	4,000	4,000	<b>8,000</b>	-	-	-
Air Quality Study	-	50	-	<b>50</b>	-	-	-
Burke Museum Accessibility	-	100	100	<b>200</b>	-	-	-
Cannabis Study	-	100	-	<b>100</b>	-	-	-
Env. Forensic Science Ctr.	-	557	443	<b>1,000</b>	-	-	-
Center for Human Rights	-	205	205	<b>410</b>	-	-	-
State Forensic Anthropologist	-	143	143	<b>286</b>	-	-	-
HBV Telehealth Training	-	20	10	<b>30</b>	-	-	-
Math Improvement Pilot	-	350	350	<b>700</b>	-	-	-
Kelp Conservation & Recovery	-	150	150	<b>300</b>	-	-	-
Paramedic Training Program	-	450	-	<b>450</b>	-	-	-
Veteran Mental Health Counselor	-	64	64	<b>128</b>	-	-	-
Boater Safety Analysis		108	52	<b>160</b>			
Community Care Coordinator	-	-	-	-	75	75	<b>150</b>
Community Immersion Law Enf.	-	-	-	-	45	-	<b>45</b>
Online Courses for SD Staff	-	-	-	-	200	200	<b>400</b>
Computer Science & Engineering	-	-	-	-	2,000	4,000	<b>6,000</b>
Review Recorded Covenants	-	-	-	-	125	125	<b>250</b>
Health System Transparency	-	-	-	-	-	736	<b>736</b>
Latino Center for Health	-	-	-	-	125	125	<b>250</b>
Menstrual Products	-	-	-	-	159	159	<b>318</b>
Public Service Grad. Aid	-	-	-	-	125	125	<b>250</b>
<b>Total Funding</b>	<b>902,593</b>	434,279	443,371	<b>877,650</b>	430,143	441,597	<b>871,740</b>

### 2021 Supplemental Budget

- **FY21 Salary Savings (All Budgets):** \$4.3 million reduction in FY21 to capture savings resulting from the University not implementing previously planned salary increases for non-represented faculty and professional staff in FY21, as requested by the Governor's office.

- **OFM Central Services Formula Adjustment (All Budgets):** \$2.2 million in additional funding in FY21 to help cover the significant increase in central service charges for the state's financial system upgrade (One Washington). More information about this formula change is detailed in the "Maintenance Level Changes" section for the biennial budgets, below.
- **UW Medicine Safety Net Support (Governor and House Budgets Only):** The Governor's proposal provides \$60 million in additional GF-S funding in FY21 for UW Medical Center and Harborview Medical Center. The House proposal provides \$35 million in one-time funding from the Coronavirus State Fiscal Recovery Fund - Federal account for this purpose. The Senate proposal did not include any funding.
- **Addictions, Drug & Alcohol Institute (ADAI, formerly the Alcohol and Drug Abuse Institute) (Senate Budget Only):** \$141,000 in FY21 for the operational costs of ADAI's Research Program, assuming liquor license fees are suspended through legislation due to the COVID-19 pandemic. This is one-time funding.
- **Tuition Backfill Adjustment (House and Senate Budgets):** \$123,000 in FY21 as a tuition backfill inflation adjustment.

## 2021-23 Biennial Budget

### Tuition Policy

All budget proposals assume the continuation of current tuition policy ([2ESSB 5954](#), 2015), which will allow resident undergraduate tuition increases of just over 2 percent in FY22 and each year thereafter. Part of that policy requires an inflationary adjustment to tuition backfill amounts provided in previous budgets. The backfill adjustment in the House and Senate budget proposals would result in an additional \$3.17 million in funding over the new biennium, as compared to \$2.66 million in the Governor's budget.

### Compensation and Benefits

#### Compensation:

- For represented staff, both House and Senate proposals would approve the collective bargaining agreements (CBAs) submitted by the University for the 2021-23 biennium.
- The state originally assumed a 2 percent merit increase for UW non-represented faculty and staff in FY21, the current fiscal year. Because of COVID, that funding was returned to the state and after a consultative process, the University did not institute merit increases for non-represented faculty and staff in FY21.
- Both budgets released by Senate and House leadership last week kept the FY21 funding but did not 'sweep' that funding on an ongoing basis into FY22 and FY23, and would permit the increases originally intended for FY21 to be instituted in FY22.
- However, this compensation funding provided by the state only covers a portion of what is needed to cover the cost of those increases for faculty and professional staff paid by state funding and tuition revenue (our General Operating Fund), a small fraction of our employee base.
- All other employees would need to be funded from other sources of revenue, revenue streams that have not recovered or are under significant risk. For example, UW Medicine and our auxiliary units like Housing & Food Services and Intercollegiate Athletics would have few, if any, means to provide wage increases given that their reserves have been depleted and recovery to normal business operations is unstable.
- Given this policy, University leadership will engage in a consultative process with campus stakeholders, which will culminate in a merit recommendation that will be considered by the Board of Regents in June.

#### Benefits:

Both the House and Senate proposals would cap the employer monthly funding rate for insurance benefits at \$988 per eligible employee in FY22, and \$1,018 in FY23. These rates assume the use of plan surplus.

### Maintenance Level Changes

- **Maintenance & Operations:** The House and Senate would provide \$1.44 million beginning in FY23 for maintenance & operations of the Health Sciences Education Building. The Governor's Errata budget had previously allocated \$1.4 million, correcting a formula error in the original budget. The University's request totaled \$1.67 million. This funding is expected to be ongoing.
- **OFM Central Service Charges:** In the 2017-19 biennium, the state began charging the UW and other state agencies to support the budget of the Governor's Office of Financial Management (OFM). The 2020 supplemental budget significantly increased that charge to support One Washington, the state's new core financial system. New costs starting in FY21 were nearly \$4 million per year, two-thirds of which was expected to be paid by student tuition revenue, and were slated to increase significantly into the 2021-23 biennium. Following the session, we determined that the legislature used statewide FTE totals on all funds to apply a portion of the costs to each agency, which resulted in the University being asked to cover over 20 percent of the statewide project costs. At our request, the Governor's budget provided relief in FY21 (mentioned above) and revised the formula for the upcoming biennium. The House and Senate budget proposals provided similar relief, with total new charges between \$1 million (Senate) and \$1.5 million (House) over the biennium, 1/3 of which would be funded. The reduction in funding (and therefore expected charges) is reflected in "maintenance level central services" line item, and the more modest approach is reflected in "policy level central services."

### Policy Level Changes

#### UW Budget Requests:

- **Continued Safety Net Support for UW Hospitals and UW Dentistry (All Budgets):** \$20 million per year beginning in FY22 to support the major safety net and teaching activities of UW Medical Center and Harborview Medical Center (one-time in the House budget, ongoing in the Senate budget), as well as \$1 million per year for the School of Dentistry (ongoing in both budgets).
- **Psychiatry Training Programs (All Budgets):** \$2.44 million over the biennium (with slight differences in funding levels between budgets) to complete intended ramp-ups of the number of child psychiatry fellowships and adult psychiatry residencies in mental health training programs at the UW. This is expected to be ongoing funding.
- **Spokane Medical Education Facility (All Budgets):** \$2.3 million per year beginning in FY23 for the School of Medicine to expand and relocate to new classrooms and anatomy labs in Spokane, in partnership with Gonzaga University. This is expected to be ongoing funding.

#### Included in Senate and House Budget Proposals:

- **Climate Risk Assessment:** \$225,000 in FY22 and \$75,000 in FY23 for the Climate Impacts Group at the University of Washington to update the climate risk assessment for the state of Washington. This information will be used to inform future updates to the statewide climate resilience strategy and help state and local decision-makers strategically prioritize their climate risk reduction activities. This proviso was also included in the Governor's budget, and is expected to be one-time funding.
- **Climate Science Education:** \$300,000 in each FY22 and FY23 for the Institute for Science and Math Education in the College of Education to collaborate with teacher preparation programs and the Office of the Superintendent of Public Instruction to develop an open access climate science curriculum. The Senate allocation is from the Workforce Education Investment Account (WEIA) and the House allocation is General Fund- State. This proviso was also included in the Governor's budget, and is expected to be one-time funding.
- **MESA Native American Access to STEM:** \$150,000 in each FY22 and FY23 for the Washington Mathematics, Engineering, Science Achievement (MESA) program. According to the budget bills, the Senate funding is provided, "to increase Native American student access to science, technology, engineering, and mathematics (STEM) fields," while the House funding is intended "to implement program opportunities in science, technology, engineering, and mathematics."

## Senate Budget Only:

- **Climate Commitment Act:** \$50,000 in FY22 and \$1.7 million in FY23 was first included in the Governor's Errata budget to fund [Senate Bill 5126](#), the Climate Commitment Act. The Senate, but not the House, would provide the same amount of funding. This is expected to be ongoing funding.
- **Equity & Access in Higher Education:** \$69,000 in each FY22 and FY23 for the implementation of [Engrossed Second Substitute Senate Bill 5194](#). This is expected to be ongoing funding.
- **Environmental Justice Task Force Recommendations:** \$60,000 in each FY22 and FY23 to implement [Engrossed Second Substitute Senate Bill 5141](#). This is expected to be ongoing funding.
- **Diversity Training, Higher Ed:** \$146,000 in FY22 and \$158,000 in FY23 for diversity, equity, inclusion (DEI) and anti-racism professional development for faculty and staff, DEI and anti-racism student training, and DEI campus climate assessments at the public institutions of higher education, pursuant to [Engrossed Second Substitute Senate Bill 5227](#). This is expected to be ongoing, with funding levels increasing in future biennia.
- **Opioid Overdose Medication:** \$104,000 in FY23 is assumed for the implementation of [Second Substitute Senate Bill 5195](#). This funding is assumed to come from the UW Hospital Account, and therefore is not state funded and is not included in the table above.
- **Addictions, Drug & Alcohol Institute :** \$422,000 in FY22 to support the operational costs of ADAI's Research Program assuming liquor license fees are suspended through legislation due to the COVID-19 pandemic. This is expected to be one-time funding.
- **Harborview Medical Center Fund Transfer:** \$4 million in each FY22 and FY23 is transferred from the Health Care Authority (HCA) to Harborview Medical Center (HMC). We have confirmed that this would be new funding allocated to Harborview through the University, rather than an annual loan transfer by HCA.
- **Air Quality Study:** \$50,000 in FY22 for an air quality study focusing on indoor and outdoor ultrafine particle air quality at sites with vulnerable populations, such as schools or locations underneath flight paths within ten miles of SeaTac airport and addressing filtration systems. A report is due by December 15, 2021. This is expected to be one-time funding.
- **Burke Museum Ed. Accessibility:** \$100,000 in each FY22 and FY23 for the Burke Museum to make education programs, offered by the museum, accessible to more students across the state, especially students in underserved schools and locations. This is expected to be ongoing funding.
- **Cannabis Study Frameworks:** \$100,000 in FY22 for the Center for Cannabis Research to collaborate with the Washington State University Collaboration on Cannabis Policy, Research and Outreach to create frameworks for future cannabis studies. The frameworks are due by December 1, 2021. This is expected to be one-time funding.
- **Environmental Forensic Science:** \$557,000 in FY22 and \$443,000 in FY23 for the creation of the Center for Environmental Forensic Science at the University of Washington. This is expected to be ongoing funding.
- **Center for Human Rights:** \$205,000 in each FY22 and FY23 to the Center for Human Rights. This funding must not supplant the Center's other current funding sources. This is expected to be ongoing funding.
- **State Forensic Anthropologist:** \$143,000 in each FY22 and FY23 to create the position of state forensic anthropologist. This is expected to be ongoing funding.
- **HBV Telehealth Training:** \$20,000 in FY22 and \$10,000 in FY23 to expand hepatitis B virus telehealth training for primary care providers. This is expected to be one-time funding.
- **Math Improvement Pilot:** \$350,000 in each FY22 and FY23 for the College of Education to continue partnering with school districts on a pilot program to improve the math scores of K-12 students. This is expected to be one-time funding.
- **Kelp Conservation & Recovery:** \$150,000 in each FY22 and FY23 to perform coordination, monitoring, and research related to Puget Sound kelp conservation and recovery. This is expected to be one-time funding.
- **Paramedic Training Program:** \$450,000 in FY22 to the University of Washington Medical Center for the development of a simulator training device at the Harborview Medical Center's Paramedic Training Program. This is expected to be one-time funding.

- **Veterans Mental Health Counselor:** \$64,000 in each FY22 and FY23 for a licensed mental health counselor who has experience and training related to working with active members of the military or military veterans. This is expected to be ongoing funding.
- **Boater Safety Analysis:** \$108,000 in FY22 and \$52,000 in FY23 for the Evans School of Public Policy & Governance to conduct a boater safety analysis (added by committee amendment). Funding would be one-time.

#### House Budget Only:

- **Community Care Coordinator:** \$75,000 in each FY22 and FY23 for a community care coordinator for transitional-age youth for the Doorway Project in partnership with the Seattle campus.
- **Community Immersion Law Enforcement:** \$45,000 in FY22 for the Community Immersion Law Enforcement Project at the UW Tacoma campus.
- **Online Courses for SD staff:** \$200,000 in each FY22 and FY23 for UW Bothell to expand online courses related to behavioral health and student well-being for school district staff.
- **Computer Science & Engineering:** \$2 million in FY22 and \$4 million in FY23 from the Workforce Education Investment Account is provided to increase enrollments by 100 focusing on traditionally underrepresented students. A report is due June 30, 2022, and June 30, 2023.
- **Review Recorded Covenants:** \$125,000 in each FY22 and FY23 to implement [Engrossed Second Substitute House Bill 1335](#), which requires a review of racial restrictions and covenants.
- **Health System Transparency:** \$736,000 in FY23 to implement [Engrossed Second Substitute House Bill 1272](#).
- **Latino Center for Health:** \$125,000 in each FY22 and FY23 to the Latino Center for Health for operating costs.
- **Menstrual Products:** \$159,000 in each FY22 and FY23 to implement [Engrossed Substitute House Bill 1273](#).
- **Public Service Grad. Aid:** \$125,000 in each FY22 and FY23 to provide aid for students in fee-based public service-oriented graduate and professional degree programs. This proviso was added through amendment, and is expected to be one-time funding.

#### Financial Aid

We continue to work with the Office of Student Financial Aid to analyze the potential effects of the budget proposals on financial aid programs at the UW. Below, Table 4 outlines some of the major financial aid provisions for the Washington Student Achievement Council (WSAC). At a high level:

- Each of the proposals from the Governor, House, and Senate would make significant appropriations to the Washington College Grant Program (formerly the State Need Grant) and total approximately \$471 million over the biennium. Of the total appropriation, the Workforce Education Investment Account would contribute \$298 million.
- Both proposals from the House and Senate would fund the provisions originally proposed by the Governor, as well as the Rural Jobs Program.
- The House proposed significant funding for the Behavioral Health Loan Repayment Program; supported the implementation of [Substitute House Bill 1166](#) (college student pilot) and [Second Substitute House Bill 1044](#) (prison to postsecondary education); and would utilize expected funding from the American Rescue Plan (ARP) to provide state grants for the National Health Services Corps.
- In the Senate, additional funding is proposed for the Washington Award for Vocational Excellence program; the WA State Opportunity Scholarship state match; implementation of [Substitute Senate Bill 5249](#) (mastery-based learning); and support for a WSAC-convened dual credit taskforce.

Please note, in the table below, not all funding would be from the State General Fund. Some items would be funded from other sources or through a mix of funds.

**Table 4: Comparison of Financial Aid Funding in 2021-23 Budget Proposals** (Detail by biennium in \$1000s)

	Governor's Proposal	House Proposal	Senate Proposal
Passport to College	8,480	8,480	8,480
Increase FAFSA Completion	1,150	1,150	1,150
Career Connected Learning	500	500	500
Behavioral Health Workforce		8,250	
National Health Service Corps		2,000	
Students Experiencing Homelessness ( <a href="#">SHB 1166</a> )		516	
Prison to Postsecondary Education ( <a href="#">2SHB 1044</a> )		58	
Rural Jobs Program state match		500	500
WA Award for Vocational Excellence			2,417
Opportunity Scholarship state match			500
Mastery-Based Learning ( <a href="#">SSB 5249</a> )			32
Barriers to Dual Credit Study			25

For information about the operating budget, contact [Jed Bradley](#) or [Jessie Friedmann](#).

## CAPITAL BUDGETS

The House and Senate released their capital budget proposals on Wednesday and Thursday of last week following Governor Inslee's proposal from December, which fully funded all UW requests. The [House's proposed 2021-23 capital budget](#) would appropriate almost \$272.7 million in new state funding for capital projects, along with almost \$85.83 million from the UW Building Account and \$2 million from the state's Model Toxics Control Account (MTCA). The [Senate's proposed 2021-23 capital budget](#) would appropriate almost \$277.7 million in new state funding, and the same amounts from the UW Building Account and MTCA. Both the House and Senate budget proposals passed through committee with amendments. Most of the changes would not affect the University, with the exception of [one amendment](#) in the Senate that impacts the Power Plant funding mechanism, noted below in Major Infrastructure.

Overall, the House and Senate proposals would fully fund most UW requests, but with some differences. The following is a comparison of House and Senate proposals:

- **Minor Works - Preservation:** Both budgets would fully fund the UW's request.
- **Major Infrastructure - Seismic Improvements:** The UW originally requested \$18 million from the UW Building Account; this request was later revised to \$8 million for Major Infrastructure and \$10 million for the Power Plant. The Governor's budget funded our original request, the House budget funded our revised request, and the Senate budget initially put the Power Plant as state funds but changed it to the UW Building Account in an amendment, matching the House proposal and the revised request.
- **College of Engineering Interdisciplinary Ed./Research Center - Phase 1:** Both budgets would fully fund the UW's request.
- **UW Tacoma - Milgard Hall:** Both budgets would fully fund the UW's request.
- **Renovation/Replacement Magnuson Health Sciences Building - Phase 2:** The Governor and Senate budgets would fund this design request, but the House would not.
- **Anderson Hall Renovation - Design:** This was funded in the Governor's budget but left out of both House and Senate budget proposals.
- **UW Tacoma Soil Remediation:** Both budgets would fully fund the UW's request through the state's Model Toxics Control Account.

- **Behavioral Health Teaching Facility:** Both budgets fully fund the construction of this facility.

Please see the table below for a comparison of the UW's capital budget request to the amounts in the House and Senate proposed 2021-23 capital budgets. For more information about the capital budget, contact [Kelsey Rote](#).

**Table 5: 2021-23 Capital Budget Proposals (in \$1,000s)**

Appropriations (Requested Projects)	Final 2021-23 UW Request & Gov. Proposal			House Proposal			Senate Proposal		
	State Funds	UW Building Account	State Toxics Control	State Funds	UW Building Account	State Toxics Control	State Funds	UW Building Account	State Toxics Control
College of Eng. Interdisciplinary Bldg - Phase I	45,400			45,400			45,400		
UW Tacoma - Milgard Hall	36,000			36,000			36,000		
Renovation/Replacement Magnuson Health Sciences Bldg - Phase II	5,000			0			5,000		
Anderson Hall Renovation - Design	3,000			0			0		
UW Medicine - Behavior Health Teaching Facility	191,250			191,250			191,250		
Preventive Facility Maintenance & Building System Repairs		25,825			25,825			25,825	
Major Infrastructure - Seismic Improvements *		18,000			8,000			8,000	
Minor Works & Major Preservation - Asset Preservation		42,000			42,000			42,000	
Power Plant *					10,000			10,000	
UW Tacoma - Soil Remediation			2,000			2,000			2,000
<b>Subtotal:</b>	<b>280,650</b>	<b>85,825</b>	<b>2,000</b>	<b>272,650</b>	<b>85,825</b>	<b>2,000</b>	<b>277,650</b>	<b>85,825</b>	<b>2,000</b>

\* The UW formally revised its capital request on February 26, 2021 to shift \$10M from Major Infrastructure to critical repairs for the UW Power Plant; the revised request included \$8M for Major Infrastructure and \$10M for the Power Plant from the UW Building Account.