

STATE OF WASHINGTON

OFFICE OF FINANCIAL MANAGEMENT

Insurance Building, PO Box 43113 • Olympia, Washington 98504-3113 • (360) 902-0555

November 3, 2016

Honorable Jay Inslee Governor of the State of Washington

Honorable Randi Becker, Co-Chair Honorable Laurie Jinkins, Co-Chair Select Committee on Quality Improvement in State Hospitals

Honorable John Braun, Vice Chair Honorable James Hargrove, Ranking Member Senate Ways & Means Committee

Honorable Timm Ormsby, Chair Honorable Bruce Chandler, Ranking Member House Appropriations Committee

Honorable Steve O'Ban, Chair Honorable Jeannie Darneille, Ranking Member Senate Human Services, Mental Health & Housing Committee

Honorable Eileen Cody, Chair Honorable Joe Schmick, Ranking Member House Health Care & Wellness Committee

Dear Governor Inslee and Members of the Legislature:

Pursuant to Section 5, Chapter 37, Laws of 2016 (ESSB 6656), the Office of Financial Management (OFM) contracted with Public Consulting Group (PCG) to examine the configuration and financing of the state hospital system. I am writing to transmit the initial findings report, which is available on our website here. The final recommendations report will be sent to you later this month.

If you have questions, please contact Rich Pannkuk, OFM Senior Budget Assistant, at (360) 902-0539.

Sincerely,

David Schumacher

Director

cc: Rich Pannkuk, Senior Budget Assistant, OFM

David Postman, Chief of Staff, Office of the Governor

Bryon Moore, Senate Ways & Means Committee

Charlie Gavigan, House Appropriations Committee

Alison Mendiola, Senate Human Services, Mental Health & Housing Committee

Chris Blake, House Health Care & Wellness Committee