
SUBSTITUTE HOUSE BILL 2687

State of Washington

60th Legislature

2008 Regular Session

By House Appropriations (originally sponsored by Representative Sommers; by request of Office of Financial Management)

READ FIRST TIME 02/22/08.

1 AN ACT Relating to fiscal matters; amending RCW 28B.105.110,
2 38.52.106, 41.45.230, 43.08.190, 43.330.250, 67.40.025, 70.96B.800,
3 77.32.010, 83.100.230, and 90.48.390; amending 2007 c 522 ss 101, 102,
4 103, 106, 107, 109, 110, 111, 113, 114, 116, 119, 120, 121, 122, 123,
5 125, 126, 127, 128, 129, 130, 131, 132, 133, 135, 136, 137, 139, 141,
6 142, 143, 147, 149, 150, 151, 152, 153, 154, 201, 202, 203, 204, 205,
7 206, 207, 208, 209, 210, 211, 212, 213, 214, 215, 216, 217, 218, 219,
8 220, 222, 223, 224, 226, 301, 302, 303, 304, 305, 306, 307, 308, 309,
9 310, 311, 401, 402, 501, 502, 503, 504, 505, 507, 508, 509, 510, 511,
10 513, 514, 515, 516, 517, 519, 601, 602, 603, 604, 605, 606, 607, 608,
11 609, 610, 611, 614, 615, 616, 701, 702, 703, 704, 705, 706, 716, 718,
12 719, 722, 1621, 728, 801, 805, 910, 911, 912, and 913 (uncodified);
13 adding new sections to 2007 c 522 (uncodified); repealing 2007 c 522 s
14 713 (uncodified); making appropriations; and declaring an emergency.

15 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

PART I

GENERAL GOVERNMENT

1 **Sec. 101.** 2007 c 522 s 101 (uncodified) is amended to read as
2 follows:

3 **FOR THE HOUSE OF REPRESENTATIVES**

4	General Fund--State Appropriation (FY 2008)	((\$34,522,000))
5		<u>\$34,807,000</u>
6	General Fund--State Appropriation (FY 2009)	((\$35,598,000))
7		<u>\$36,871,000</u>
8	Pension Funding Stabilization Account	
9	Appropriation	\$560,000
10	TOTAL APPROPRIATION	((\$70,680,000))
11		<u>\$72,238,000</u>

12 The appropriations in this section are subject to the following
13 conditions and limitations:

14 (1) \$56,000 of the general fund--state appropriation for fiscal
15 year 2008 is provided solely to implement Senate Bill No. 5926
16 (construction industry). If the bill is not enacted by June 30, 2007,
17 the amount provided in this subsection shall lapse.

18 (2) \$52,000 of the general fund--state appropriation for fiscal
19 year 2009 is provided solely for the implementation of Third Substitute
20 House Bill No. 1741 (oral history). If the bill is not enacted by June
21 30, 2008, the amount provided in this subsection shall lapse.

22 (3) \$194,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$194,000 of the general fund state appropriation for
24 fiscal year 2009 are provided solely for the legislature to contract
25 for an independent economic and actuarial analysis of health care
26 reform proposals that represent a range of approaches to addressing
27 affordability and quality of, and access to, health care services in
28 Washington state. The economic and actuarial analysis shall address
29 the impact of each proposal on:

- 30 (a) The number of uninsured;
- 31 (b) The scope of health benefit coverage;
- 32 (c) The cost and affordability of health care to individuals,
33 businesses, and government, including redistribution of amounts
34 currently spent, reductions in hospital charity care, and any savings;
- 35 (d) Employment;
- 36 (e) Consumer choice;
- 37 (f) Administrative costs; and

1 (g) The extent to which each proposal promotes improved health
2 outcomes; prevention and early intervention; chronic care management;
3 use of effective and appropriate services; and use of medical homes.
4 The results of the economic and actuarial analysis shall be submitted
5 to the governor and the legislature on or before October 1, 2008.

6 **Sec. 102.** 2007 c 522 s 102 (uncodified) is amended to read as
7 follows:

8 **FOR THE SENATE**

9	General Fund--State Appropriation (FY 2008)	((\$26,483,000))
10		<u>\$26,990,000</u>
11	General Fund--State Appropriation (FY 2009)	((\$29,196,000))
12		<u>\$29,912,000</u>
13	Pension Funding Stabilization Account	
14	Appropriation	\$467,000
15	TOTAL APPROPRIATION	((\$56,146,000))
16		<u>\$57,369,000</u>

17 The appropriations in this section are subject to the following
18 conditions and limitations:

19 (1) \$56,000 of the general fund--state appropriation for fiscal
20 year 2008 is provided solely to implement Senate Bill No. 5926
21 (construction industry). If the bill is not enacted by June 30, 2007,
22 the amount provided in this subsection shall lapse.

23 (2) \$52,000 of the general fund--state appropriation for fiscal
24 year 2009 is provided solely for the implementation of Third Substitute
25 House Bill No. 1741 (oral history). If the bill is not enacted by June
26 30, 2008, the amount provided in this subsection shall lapse.

27 (3) \$194,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$194,000 of the general fund--state appropriation for
29 fiscal year 2008 is provided solely for the legislature to contract for
30 an independent economic and actuarial analysis of health care reform
31 proposals that represent a range of approaches to addressing
32 affordability and quality of, and access to, health care services in
33 Washington state. The economic and actuarial analysis shall address
34 the impact of each proposal on:

- 35 (a) The number of uninsured;
- 36 (b) The scope of health benefit coverage;

1 (c) The cost and affordability of health care to individuals,
2 businesses, and government, including redistribution of amounts
3 currently spent, reductions in hospital charity care, and any savings;
4 (d) Employment;
5 (e) Consumer choice;
6 (f) Administrative costs; and
7 (g) The extent to which each proposal promotes improved health
8 outcomes; prevention and early intervention; chronic care management;
9 use of effective and appropriate services; and use of medical homes.
10 The results of the economic and actuarial analysis shall be submitted
11 to the governor and the legislature on or before October 1, 2008.

12 **Sec. 103.** 2007 c 522 s 103 (uncodified) is amended to read as
13 follows:

14 **FOR THE JOINT LEGISLATIVE AUDIT AND REVIEW COMMITTEE**

15	General Fund--State Appropriation (FY 2008)	((\$3,377,000))
16		<u>\$3,378,000</u>
17	General Fund--State Appropriation (FY 2009)	((\$3,155,000))
18		<u>\$3,194,000</u>
19	Pension Funding Stabilization Account	
20	Appropriation	\$36,000
21	TOTAL APPROPRIATION	((\$6,568,000))
22		<u>\$6,608,000</u>

23 The appropriations in this section are subject to the following
24 conditions and limitations:

25 (1) Notwithstanding the provisions in this section, the committee
26 may adjust the due dates for projects included on the committee's
27 2007-09 work plan as necessary to efficiently manage workload.

28 (2) \$100,000 of the general fund--state appropriation for fiscal
29 year 2008 is provided solely for the joint legislative audit and review
30 committee to conduct a review of the method used to determine lease
31 rates for state-owned aquatic lands. The review shall include
32 classification of current lease base and lease rates by category of use
33 such as marinas; a review of previous studies of formulas for
34 state-owned aquatic land leases; and identification of pros and cons of
35 alternative approaches to calculating aquatic lands lease rates. The
36 committee shall complete the review by June 2008.

1 (3) \$100,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$50,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for the joint legislative audit
4 and review committee to conduct an evaluation and comparison of the
5 cost efficiency of rental housing voucher programs versus other housing
6 projects intended to assist low-income households, including
7 construction and rehabilitation of housing units. The study will
8 consider factors including administrative costs, capital costs, and
9 other operating costs involved in operating voucher and other housing
10 programs. The study will compare the number of households that can be
11 served by voucher and other housing programs, given a set amount of
12 available funds. The department of community, trade, and economic
13 development, the housing finance commission, housing authorities,
14 community action agencies, and local governments shall provide the
15 joint legislative audit and review committee with information necessary
16 for the study. The joint legislative audit and review committee shall
17 solicit input regarding the study from interested parties, including
18 representatives from the affordable housing advisory board, the
19 department of community, trade, and economic development, the housing
20 finance commission, representatives from the private rental housing
21 industry, housing authorities, community action agencies, county and
22 city governments, and nonprofit and for-profit housing developers. The
23 joint legislative audit and review committee shall present the results
24 of the study to the legislature by December 31, 2008.

25 (4) \$100,000 of the general fund--state appropriation for fiscal
26 year 2008 is provided solely for a cost analysis of the programs and
27 activities administered by the department of fish and wildlife. In
28 conducting the study, the committee shall specifically identify the
29 total costs that support both hunting and fishing programs as well as
30 nongame programs, including appropriate shares of the agency's
31 administrative and indirect costs. The committee shall compare the
32 cost analysis to revenues that currently support the programs,
33 including the level of support received from game licenses and fees.
34 The committee shall base its analysis on available management
35 information and shall provide the results of its analysis to the
36 legislature by January 2008.

37 (5) \$164,000 of the general fund--state appropriation for fiscal
38 year 2008 is provided solely for the joint legislative audit and review

1 committee to analyze gaps throughout the state in the availability and
2 accessibility of services identified in the federal adoption and safe
3 families act as directed by Substitute House Bill No. 1333 (child
4 welfare). If the bill is not enacted by June 30, 2007, the amount
5 provided in this subsection shall lapse.

6 (6) Within the amounts appropriated in this section, the joint
7 legislative audit and review committee shall conduct an analysis of the
8 qualifications required to become a social worker I, II, III, or IV
9 within the department of social and health services children's
10 administration. The committee shall conduct an analysis of the
11 qualifications used by other states for equivalent categories of social
12 workers. The committee shall analyze the strengths and weaknesses of
13 Washington's qualifications relative to the other states. The findings
14 shall be reported to the legislature by December 1, 2007.

15 (7) Within amounts provided in this section, the committee shall
16 conduct a review of the eligibility requirements and eligibility review
17 processes that apply to any state program that offers individual health
18 care coverage for qualified recipients.

19 (8) \$75,000 of the general fund--state appropriation for fiscal
20 year 2009 is provided solely for implementation of Engrossed Substitute
21 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not
22 enacted by June 30, 2007, the amount provided in this subsection shall
23 lapse.

24 (9) \$75,000 of the general fund--state appropriation for fiscal
25 year 2008 and \$25,000 of the general fund--state appropriation for
26 fiscal year 2009 are provided solely to implement Second Substitute
27 House Bill No. 1488 (oil spill program). If the bill is not enacted by
28 June 30, 2007, the amounts provided in this subsection shall lapse.

29 (10) Within the amounts provided in this section, the committee
30 shall review the constitutional, case law, and statutory objectives and
31 obligations of the department of natural resources' management of
32 state-owned aquatic lands. The review will include an assessment of
33 the degree to which the management practices of the department and
34 other agencies are meeting these objectives and complying with legal
35 obligations.

36 (11) \$38,000 of the general fund--state appropriation for fiscal
37 year 2009 is provided solely for implementation of Engrossed House

1 Bill No. 2641 (education performance agreements). If the bill is not
2 enacted by June 30, 2008, the amount provided in this subsection shall
3 lapse.

4 (12) Within the amounts appropriated in this section, the joint
5 legislative audit and review committee shall conduct a preaudit for a
6 comprehensive review of boards and commissions. The preaudit study
7 will inventory the existing boards/commissions, identify criteria for
8 selecting entities for further review, propose the scope and objectives
9 of those reviews, and identify resource and schedule options for the
10 committee to consider before proceeding.

11 (13) The joint legislative audit and review committee shall develop
12 a framework for future efforts to quantify and analyze health care
13 spending across all sectors of the state. This effort would focus on
14 identifying the relevant types of spending in the public and private
15 sectors, the availability of information on each of those types of
16 spending, and the extent to which that available information could be
17 tracked over time. In conducting this work, the committee shall work
18 with the legislative evaluation and accountability program committee
19 and the University of Washington's institute for health metrics and
20 evaluation, as appropriate. The committee shall provide a report by
21 January 2009.

22 **Sec. 104.** 2007 c 522 s 106 (uncodified) is amended to read as
23 follows:

24 **FOR THE JOINT LEGISLATIVE SYSTEMS COMMITTEE**

25	General Fund--State Appropriation (FY 2008)	((\$9,023,000))
26		<u>\$9,057,000</u>
27	General Fund--State Appropriation (FY 2009)	((\$9,198,000))
28		<u>\$9,251,000</u>
29	Pension Funding Stabilization Account	
30	Appropriation	\$92,000
31	TOTAL APPROPRIATION	((\$18,313,000))
32		<u>\$18,400,000</u>

33 **Sec. 105.** 2007 c 522 s 107 (uncodified) is amended to read as
34 follows:

35 **FOR THE STATUTE LAW COMMITTEE**

36	General Fund--State Appropriation (FY 2008)	((\$4,810,000))
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1		<u>\$4,811,000</u>
2	General Fund--State Appropriation (FY 2009)	((\$5,301,000))
3		<u>\$5,302,000</u>
4	Pension Funding Stabilization Account	
5	Appropriation	\$75,000
6	TOTAL APPROPRIATION	((\$10,186,000))
7		<u>\$10,188,000</u>

8 **Sec. 106.** 2007 c 522 s 109 (uncodified) is amended to read as
9 follows:

10 **FOR THE SUPREME COURT**

11	General Fund--State Appropriation (FY 2008)	((\$7,255,000))
12		<u>\$7,392,000</u>
13	General Fund--State Appropriation (FY 2009)	((\$7,510,000))
14		<u>\$7,730,000</u>
15	TOTAL APPROPRIATION	((\$14,765,000))
16		<u>\$15,122,000</u>

17 The appropriations in this section are subject to the following
18 conditions and limitations: \$150,000 of the general fund--state
19 appropriation for fiscal year 2008 and \$55,000 of the general fund--
20 state appropriation for fiscal year 2009 are provided solely to
21 implement the task force on domestic violence as requested by section
22 306 of Second Substitute Senate Bill No. 5470 (dissolution
23 proceedings). If the bill is not enacted by June 30, 2007, the amounts
24 provided in this subsection shall lapse.

25 **Sec. 107.** 2007 c 522 s 110 (uncodified) is amended to read as
26 follows:

27 **FOR THE LAW LIBRARY**

28	General Fund--State Appropriation (FY 2008)	((\$2,231,000))
29		<u>\$2,268,000</u>
30	General Fund--State Appropriation (FY 2009)	((\$2,259,000))
31		<u>\$2,294,000</u>
32	TOTAL APPROPRIATION	((\$4,490,000))
33		<u>\$4,562,000</u>

34 **Sec. 108.** 2007 c 522 s 111 (uncodified) is amended to read as
35 follows:

1 **FOR THE COURT OF APPEALS**

2	General Fund--State Appropriation (FY 2008)	((\$15,779,000))
3		<u>\$16,092,000</u>
4	General Fund--State Appropriation (FY 2009)	((\$16,819,000))
5		<u>\$17,315,000</u>
6	TOTAL APPROPRIATION	((\$32,598,000))
7		<u>\$33,407,000</u>

8 The appropriations in this section are subject to the following
9 conditions and limitations: \$100,000 of the general fund--state
10 appropriation for fiscal year 2008 and \$100,000 of the general fund--
11 state appropriation for fiscal year 2009 are provided solely for
12 chapter 34, Laws of 2007 (Senate Bill No. 5351, court of appeals
13 judges' travel).

14 **Sec. 109.** 2007 c 522 s 113 (uncodified) is amended to read as
15 follows:

16 **FOR THE ADMINISTRATOR FOR THE COURTS**

17	General Fund--State Appropriation (FY 2008)	((\$29,011,000))
18		<u>\$30,659,000</u>
19	General Fund--State Appropriation (FY 2009)	((\$30,148,000))
20		<u>\$34,308,000</u>
21	Public Safety and Education Account--State	
22	Appropriation (FY 2008)	((\$24,071,000))
23		<u>\$24,110,000</u>
24	Public Safety and Education Account--State	
25	Appropriation (FY 2009)	((\$24,223,000))
26		<u>\$24,511,000</u>
27	Equal Justice Subaccount of the Public Safety and	
28	Education Account--State Appropriation (FY 2008) . . .	\$3,175,000
29	Equal Justice Subaccount of the Public Safety and	
30	Education Account--State Appropriation (FY 2009) . . .	\$3,175,000
31	Judicial Information Systems Account--State	
32	Appropriation	((\$39,437,000))
33		<u>\$39,439,000</u>
34	TOTAL APPROPRIATION	((\$153,240,000))
35		<u>\$159,377,000</u>

36 The appropriations in this section are subject to the following
37 conditions and limitations:

1 (1) \$3,900,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$3,900,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for court-appointed special
4 advocates in dependency matters. The administrator for the courts,
5 after consulting with the association of juvenile court administrators
6 and the association of court-appointed special advocate/guardian ad
7 litem programs, shall distribute the funds to volunteer court-appointed
8 special advocate/guardian ad litem programs. The distribution of
9 funding shall be based on the number of children who need volunteer
10 court-appointed special advocate representation and shall be equally
11 accessible to all volunteer court-appointed special advocate/guardian
12 ad litem programs. The administrator for the courts shall not retain
13 more than six percent of total funding to cover administrative or any
14 other agency costs. Funding distributed in this subsection shall not
15 be used to supplant existing local funding for the court-appointed
16 special advocates program.

17 (2) \$300,000 of the general fund--state appropriation for fiscal
18 year 2008, \$300,000 of the general fund--state appropriation for fiscal
19 year 2009, \$1,500,000 of the public safety and education account--state
20 appropriation for fiscal year 2008, and \$1,500,000 of the public safety
21 and education account--state appropriation for fiscal year 2009 are
22 provided solely for school districts for petitions to juvenile court
23 for truant students as provided in RCW 28A.225.030 and 28A.225.035.
24 The office of the administrator for the courts shall develop an
25 interagency agreement with the superintendent of public instruction to
26 allocate the funding provided in this subsection. Allocation of this
27 money to school districts shall be based on the number of petitions
28 filed. This funding includes amounts school districts may expend on
29 the cost of serving petitions filed under RCW 28A.225.030 by certified
30 mail or by personal service or for the performance of service of
31 process for any hearing associated with RCW 28A.225.030.

32 (3)(a) \$1,640,000 of the general fund--state appropriation for
33 fiscal year 2008, \$1,641,000 of the general fund--state appropriation
34 for fiscal year 2009, \$6,612,000 of the public safety and education
35 account--state appropriation for fiscal year 2008, and \$6,612,000 of
36 the public safety and education account--state appropriation for fiscal
37 year 2009 are provided solely for distribution to county juvenile court
38 administrators to fund the costs of processing truancy, children in

1 need of services, and at-risk youth petitions. The administrator for
2 the courts, in conjunction with the juvenile court administrators,
3 shall develop an equitable funding distribution formula. The formula
4 shall neither reward counties with higher than average per-petition
5 processing costs nor shall it penalize counties with lower than average
6 per-petition processing costs.

7 (b) Each fiscal year during the 2007-09 fiscal biennium, each
8 county shall report the number of petitions processed and the total
9 actual costs of processing truancy, children in need of services, and
10 at-risk youth petitions. Counties shall submit the reports to the
11 administrator for the courts no later than 45 days after the end of the
12 fiscal year. The administrator for the courts shall electronically
13 transmit this information to the chairs and ranking minority members of
14 the house of representatives appropriations committee and the senate
15 ways and means committee no later than 60 days after a fiscal year
16 ends. These reports are deemed informational in nature and are not for
17 the purpose of distributing funds.

18 (4) The distributions made under this subsection and distributions
19 from the county criminal justice assistance account made pursuant to
20 section 801 of this act constitute appropriate reimbursement for costs
21 for any new programs or increased level of service for purposes of RCW
22 43.135.060.

23 (5) \$325,000 of the general fund--state appropriation for fiscal
24 year 2008 is provided solely for the completion of the juror pay pilot
25 and research project.

26 (6) \$1,000,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$1,000,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely for improving interpreter services
29 at the trial court level.

30 (a) Of these amounts, \$340,000 for fiscal year 2008 is provided
31 solely to assist trial courts in developing and implementing language
32 assistance plans. The administrator of the courts, in consultation
33 with the interpreter commission, shall adopt language assistance plan
34 standards consistent with chapters 2.42 and 2.43 RCW. The standards
35 shall include guidelines on local community input, provisions on
36 notifying court users on the right and methods to obtain an
37 interpreter, information on training for judges and court personnel,

1 procedures for identifying and appointing an interpreter, access to
2 translations of commonly used forms, and processes to evaluate the
3 development and implementation of the plan.

4 (b) Of these amounts, \$610,000 for fiscal year 2008 and \$950,000
5 for fiscal year 2009 are provided solely to assist trial courts with
6 interpreter services. In order to be eligible for assistance, a trial
7 court must have completed a language assistance plan consistent with
8 the standards established in (a) of this subsection that is approved by
9 the administrator of the courts and submit the amounts spent annually
10 on interpreter services for fiscal years 2005, 2006, and 2007. The
11 funding in this subsection (b) shall not be used to supplant existing
12 funding and cannot be used for any purpose other than assisting trial
13 courts with interpreter services. At the end of the fiscal year,
14 recipients shall report to the administrator of the court the amount
15 the trial court spent on interpreter services.

16 (c) \$50,000 for fiscal year 2008 and \$50,000 for fiscal year 2009
17 are provided solely to the administrator of the courts for
18 administration of this subsection. By December 1, 2009, the
19 administrator of the courts shall report to the appropriate policy and
20 fiscal committees of the legislature: (i) The number of trial courts
21 in the state that have completed a language assistance plan; (ii) the
22 number of trial courts in the state that have not completed a language
23 assistance plan; (iii) the number of trial courts in the state that
24 received assistance under this subsection, the amount of the
25 assistance, and the amount each trial court spent on interpreter
26 services for fiscal years 2005 through 2008 and fiscal year 2009 to
27 date.

28 (7) \$443,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$543,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely for the implementation of Second
31 Substitute Senate Bill No. 5470 (dissolution proceedings). If the bill
32 is not enacted by June 30, 2007, the amounts provided in this
33 subsection shall lapse. Within the amounts provided:

34 (a) \$100,000 of the general fund--state appropriation for fiscal
35 year 2009 is provided solely for developing training materials for the
36 family court liaisons.

37 (b) \$43,000 of the general fund--state appropriation for fiscal

1 year 2008 and \$43,000 of the general fund--state appropriation for
2 fiscal year 2009 are provided solely for reimbursement costs related to
3 the family law handbook;

4 (c) \$350,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$350,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for distribution to counties to
7 provide guardian ad litem services for the indigent for a reduced or
8 waived fee;

9 (d) \$50,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$50,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely for implementing the data tracking
12 provisions specified in sections 701 and 702 of Second Substitute
13 Senate Bill No. 5470 (dissolution).

14 (8)(a) \$20,458,000 of the judicial information systems account--
15 state appropriation is provided solely for the development and
16 implementation of the core case management system. In expending the
17 funds provided within this subsection, the following conditions must
18 first be satisfied before any subsequent funds may be expended:

19 (i) Completion of feasibility studies detailing linkages between
20 the objectives of the core case management system and the following:
21 The technology efforts required and the impacts of the new investments
22 on existing infrastructure and business functions, including the
23 estimated fiscal impacts to the judicial information systems account
24 and the near general fund accounts; the alignment of critical system
25 requirements of varying size courts at the municipal, district, and
26 superior court level with their respective proposed business processes
27 resulting from business process engineering, and detail on the costs
28 and other impacts to the courts for providing critical business
29 requirements not addressed by new common business processes; the
30 specific requirements and business process needs of state agencies
31 dependent on data exchange with the judicial information system; and
32 the results from a proof of implementation phase; and

33 (ii) Discussion with and presentation to the department of
34 information systems and the information services board regarding the
35 impact on the state agencies dependent on successful data exchange with
36 the judicial information system and the results of the feasibility
37 studies.

1 (b) The judicial information systems committee shall provide
2 quarterly updates to the appropriate committees of the legislature and
3 the department of information systems on the status of implementation
4 of the core case management system.

5 (c) The legislature respectfully requests the judicial information
6 systems committee invite representatives from the state agencies
7 dependent on successful data exchange to their regular meetings for
8 consultation as nonvoting members.

9 ~~((10))~~ (9) \$534,000 of the general fund--state appropriation for
10 fiscal year 2008 and \$949,000 of the general fund--state appropriation
11 for fiscal year 2009 are provided solely for Substitute Senate Bill No.
12 5320 (public guardianship office). If the bill is not enacted by June
13 30, 2007, the amounts provided in this subsection shall lapse.

14 (10) Within the appropriations in this section sufficient funding
15 is provided to implement Second Substitute House Bill No. 2557 (trial
16 court operations).

17 (11) Within the appropriations in this section sufficient funding
18 is provided to implement Second Substitute House Bill No. 2533 (utility
19 pole attachments).

20 (12) \$110,000 of the general fund--state appropriation for fiscal
21 year 2009 is provided solely for an access and accommodations
22 coordinator to address access to the courts by persons with
23 disabilities.

24 **Sec. 110.** 2007 c 522 s 114 (uncodified) is amended to read as
25 follows:

26 **FOR THE OFFICE OF PUBLIC DEFENSE**

27	General Fund--State Appropriation (FY 2008)	\$18,014,000
28	General Fund--State Appropriation (FY 2009)	(\$18,016,000)
29		<u>\$18,516,000</u>
30	Public Safety and Education Account--State	
31	Appropriation (FY 2008)	\$7,066,000
32	Public Safety and Education Account--State	
33	Appropriation (FY 2009)	\$7,025,000
34	Equal Justice Subaccount of the Public Safety and	
35	Education Account--State Appropriation (FY 2008) . . .	\$2,250,000
36	Equal Justice Subaccount of the Public Safety and	
37	Education Account--State Appropriation (FY 2009) . . .	\$2,251,000

1 TOTAL APPROPRIATION ((\$54,622,000))
2 \$55,122,000

3 The appropriations in this section are subject to the following
4 conditions and limitations:

5 (1) The amounts provided from the public safety and education
6 account appropriations include funding for expert and investigative
7 services in death penalty personal restraint petitions.

8 (2) \$500,000 of the general fund--state appropriation for fiscal
9 year 2009 is provided solely to expand the parents representation
10 program into Whatcom county.

11 (3) Of the amounts appropriated in this section for the criminal
12 defense pilot project, \$492,000 of the equal justice subaccount of the
13 public safety and education account--state appropriation for fiscal
14 year 2009 is for providing public defense counsel to consult with and
15 provide legal representation to juvenile offenders for their initial
16 court appearances, in accordance with RCW 10.101.020(4). These funds
17 shall not be used to supplant local government expenditures. The
18 office shall develop criteria for the distribution of these funds to,
19 at a minimum, the following counties: Adams, Asotin, Benton, Clallam,
20 Cowlitz, Franklin, Garfield, Grays Harbor, Kittitas, Kitsap, Okanogan,
21 Pacific, Skagit, Wahkiakum, Whitman, Walla Walla, and Yakima. Counties
22 receiving these funds shall report to the office the number of juvenile
23 offenders who were represented by public defense attorneys at their
24 initial appearances in juvenile court, including the type of hearing.

25 **Sec. 111.** 2007 c 522 s 116 (uncodified) is amended to read as
26 follows:

27 **FOR THE OFFICE OF THE GOVERNOR**

28 General Fund--State Appropriation (FY 2008) ((\$6,614,000))
29 \$6,615,000
30 General Fund--State Appropriation (FY 2009) ((\$6,758,000))
31 \$6,759,000
32 (~~General Fund--Federal Appropriation \$35,000~~)
33 Economic Development Strategic Reserve Account--State
34 Appropriation ((\$4,000,000))
35 \$6,000,000
36 Oil Spill Prevention Account--State Appropriation \$715,000
37 TOTAL APPROPRIATION ((\$18,122,000))

1 \$20,089,000

2 The appropriations in this section are subject to the following
3 conditions and limitations:

4 (1) \$250,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$250,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the implementation of
7 Substitute Senate Bill No. 5224 (salmon office). If the bill is not
8 enacted by June 30, 2007, the amounts provided in this subsection shall
9 lapse.

10 (2) \$2,000,000 of the economic development and strategic reserve
11 account--state appropriation for fiscal year 2009 is provided solely to
12 provide support and assistance to victims of the December 2007 storms
13 and floods in Chehalis and Centralia.

14 **Sec. 112.** 2007 c 522 s 119 (uncodified) is amended to read as
15 follows:

16 **FOR THE SECRETARY OF STATE**

17	General Fund--State Appropriation (FY 2008)	((\$32,941,000))
18		<u>\$33,741,000</u>
19	General Fund--State Appropriation (FY 2009)	((\$21,774,000))
20		<u>\$22,173,000</u>
21	General Fund--Federal Appropriation	\$7,312,000
22	General Fund--Private/Local Appropriation	\$134,000
23	Archives and Records Management Account--State	
24	Appropriation	\$8,390,000
25	Department of Personnel Service Account--State	
26	Appropriation	\$768,000
27	Local Government Archives Account--State	
28	Appropriation	((\$13,791,000))
29		<u>\$15,401,000</u>
30	Election Account--Federal Appropriation	((\$39,103,000))
31		<u>\$29,213,000</u>
32	Charitable Organization Education Account--State	
33	Appropriation	\$122,000
34	TOTAL APPROPRIATION	((\$124,335,000))
35		<u>\$117,254,000</u>

36 The appropriations in this section are subject to the following
37 conditions and limitations:

1 (1) (~~(\$13,104,000)~~) \$13,290,000 of the general fund--state
2 appropriation for fiscal year 2008 is provided solely to reimburse
3 counties for the state's share of primary and general election costs
4 and the costs of conducting mandatory recounts on state measures.
5 Counties shall be reimbursed only for those odd-year election costs
6 that the secretary of state validates as eligible for reimbursement.

7 (2) (~~(\$2,421,000)~~) \$2,556,000 of the general fund--state
8 appropriation for fiscal year 2008 and (~~(\$3,893,000)~~) \$3,965,000 of the
9 general fund--state appropriation for fiscal year 2009 are provided
10 solely for the verification of initiative and referendum petitions,
11 maintenance of related voter registration records, and the publication
12 and distribution of the voters and candidates pamphlet.

13 (3) \$125,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$118,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely for legal advertising of state
16 measures under RCW 29A.52.330.

17 (4)(a) \$2,465,000 of the general fund--state appropriation for
18 fiscal year 2008 and \$2,501,000 of the general fund--state
19 appropriation for fiscal year 2009 are provided solely for contracting
20 with a nonprofit organization to produce gavel-to-gavel television
21 coverage of state government deliberations and other events of
22 statewide significance during the 2007-09 biennium. The funding level
23 for each year of the contract shall be based on the amount provided in
24 this subsection. The nonprofit organization shall be required to raise
25 contributions or commitments to make contributions, in cash or in kind,
26 in an amount equal to forty percent of the state contribution. The
27 office of the secretary of state may make full or partial payment once
28 all criteria in this subsection have been satisfactorily documented.

29 (b) The legislature finds that the commitment of on-going funding
30 is necessary to ensure continuous, autonomous, and independent coverage
31 of public affairs. For that purpose, the secretary of state shall
32 enter into a contract with the nonprofit organization to provide public
33 affairs coverage.

34 (c) The nonprofit organization shall prepare an annual independent
35 audit, an annual financial statement, and an annual report, including
36 benchmarks that measure the success of the nonprofit organization in
37 meeting the intent of the program.

1 (d) No portion of any amounts disbursed pursuant to this subsection
2 may be used, directly or indirectly, for any of the following purposes:

3 (i) Attempting to influence the passage or defeat of any
4 legislation by the legislature of the state of Washington, by any
5 county, city, town, or other political subdivision of the state of
6 Washington, or by the congress, or the adoption or rejection of any
7 rule, standard, rate, or other legislative enactment of any state
8 agency;

9 (ii) Making contributions reportable under chapter 42.17 RCW; or

10 (iii) Providing any: (A) Gift; (B) honoraria; or (C) travel,
11 lodging, meals, or entertainment to a public officer or employee.

12 (5) \$45,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$45,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely for humanities Washington's "we
15 the people" community conversations program.

16 (6) \$122,000 of the charitable organization education account--
17 state appropriation is provided solely for implementation of Substitute
18 House Bill No. 1777 (charitable organizations). If the bill is not
19 enacted by June 30, 2007, the amount provided in this subsection shall
20 lapse.

21 (7) \$575,000 of the general fund--state appropriation for fiscal
22 year 2008 is provided solely for settlement costs and attorney fees
23 resulting from the resolution of *Washington Association of Churches, et*
24 *al. v. Reed*, United States District Court Western District of
25 Washington at Seattle, Case No. CV06-0726RSM.

26 (8) Within the appropriations in this section sufficient funding is
27 provided to implement Substitute House Bill No. 2917 (voter
28 registration and info).

29 (9) Within the appropriations in this section sufficient funding is
30 provided to implement Second Substitute House Bill No. 2807 (judicial
31 candidate info).

32 (10) The office of the secretary of state may not reduce any
33 services related to elections during the 2007-09 biennium.

34 **Sec. 113.** 2007 c 522 s 120 (uncodified) is amended to read as
35 follows:

36 **FOR THE GOVERNOR'S OFFICE OF INDIAN AFFAIRS**

37 General Fund--State Appropriation (FY 2008) \$348,000

1	General Fund--State Appropriation (FY 2009)	((\$317,000))
2		<u>\$467,000</u>
3	TOTAL APPROPRIATION	((\$665,000))
4		<u>\$815,000</u>

5 The appropriations in this section are subject to the following
6 conditions and limitations:

7 (1) The office shall assist the department of personnel on
8 providing the government-to-government training sessions for federal,
9 state, local, and tribal government employees. The training sessions
10 shall cover tribal historical perspectives, legal issues, tribal
11 sovereignty, and tribal governments. Costs of the training sessions
12 shall be recouped through a fee charged to the participants of each
13 session. The department of personnel shall be responsible for all of
14 the administrative aspects of the training, including the billing and
15 collection of the fees for the training.

16 (2) \$150,000 of the general fund--state appropriation for fiscal
17 year 2009 is provided solely for the office to engage a contractor to
18 conduct a detailed analysis of the achievement gap for Native American
19 students; analyze the progress in developing effective government-to-
20 government relations and identification and adoption of curriculum
21 regarding tribal history, culture, and government as provided under RCW
22 28A.345.070; recommend a comprehensive plan for closing the achievement
23 gap pursuant to goals under the federal no child left behind act for
24 all groups of students to meet academic standards by 2014; and identify
25 performance measures to monitor adequate yearly progress. The
26 contractor shall conduct the analysis starting with the call to action
27 paper by the multi-ethnic think tank and as guided by the tribal leader
28 congress on education, the Washington state school directors
29 association, and other appropriate groups. The contractor shall submit
30 a study update by September 15, 2008, and submit a final report by
31 December 30, 2008, to the governor, the superintendent of public
32 instruction, the state board of education, the P-20 council, the basic
33 education finance task force, and the education committees of the
34 legislature.

35 **Sec. 114.** 2007 c 522 s 121 (uncodified) is amended to read as
36 follows:

1 **FOR THE COMMISSION ON ASIAN PACIFIC AMERICAN AFFAIRS**

2	General Fund--State Appropriation (FY 2008)	\$257,000
3	General Fund--State Appropriation (FY 2009)	((\$252,000))
4		\$552,000
5	TOTAL APPROPRIATION	((\$509,000))
6		\$809,000

7 The appropriations in this section are subject to the following
8 conditions and limitations:

9 (1) \$150,000 of the general fund--state appropriation for fiscal
10 year 2009 is provided solely for the commission to engage a contractor
11 to conduct a detailed analysis of the achievement gap for Asian
12 American students; recommend a comprehensive plan for closing the
13 achievement gap pursuant to goals under the federal no child left
14 behind act for all groups of students to meet academic standards by
15 2014; and identify performance measures to monitor adequate yearly
16 progress. The contractor shall conduct the analysis starting with the
17 call to action paper by the multi-ethnic think tank and as guided by
18 the former members of the Asian Pacific Islander American think tank
19 and other appropriate groups. The contractor shall submit a study
20 update by September 15, 2008, and submit a final report by December 30,
21 2008, to the governor, the superintendent of public instruction, the
22 state board of education, the P-20 council, the basic education finance
23 task force, and the education committees of the legislature.

24 (2) \$150,000 of the general fund--state appropriation for fiscal
25 year 2009 is provided solely for the commission to engage a contractor
26 to conduct a detailed analysis of the achievement gap for Pacific
27 Islander American students; recommend a comprehensive plan for closing
28 the achievement gap pursuant to goals under the federal no child left
29 behind act for all groups of students to meet academic standards by
30 2014; and identify performance measures to monitor adequate yearly
31 progress. The contractor shall conduct the analysis starting with the
32 call to action paper by the multi-ethnic think tank and as guided by
33 the former members of the Asian Pacific Islander American think tank
34 and other appropriate groups. The contractor shall submit a study
35 update by September 15, 2008, and submit a final report by December 30,
36 2008, to the governor, the superintendent of public instruction, the
37 state board of education, the P-20 council, the basic education finance
38 task force, and the education committees of the legislature.

Sec. 115. 2007 c 522 s 122 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER

State Treasurer's Service Account--State	
Appropriation	((\$15,687,000))
	<u>\$15,689,000</u>

The appropriation in this section is subject to the following conditions and limitations:

(1) \$183,000 of the state treasurer's service account--state appropriation is provided solely for implementation of Engrossed Substitute House Bill No. 1512 (linked deposit program). If the bill is not enacted by June 30, 2007, the amount provided in this subsection shall lapse.

(2) Within the appropriations in this section sufficient funding is provided to implement Second Substitute House Bill No. 2829 (homeownership security account).

Sec. 116. 2007 c 522 s 123 (uncodified) is amended to read as follows:

FOR THE STATE AUDITOR

General Fund--State Appropriation (FY 2008)	\$794,000
General Fund--State Appropriation (FY 2009)	\$829,000
State Auditing Services Revolving Account--State	
Appropriation	((\$15,188,000))
	<u>\$15,503,000</u>
TOTAL APPROPRIATION	((\$16,811,000))
	<u>\$17,126,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) Audits of school districts by the division of municipal corporations shall include findings regarding the accuracy of: (a) Student enrollment data; and (b) the experience and education of the district's certified instructional staff, as reported to the superintendent of public instruction for allocation of state funding.

(2) \$752,000 of the general fund--state appropriation for fiscal year 2008 and \$762,000 of the general fund--state appropriation for fiscal year 2009 are provided solely for staff and related costs to verify the accuracy of reported school district data submitted for

1 state funding purposes; conduct school district program audits of state
2 funded public school programs; establish the specific amount of state
3 funding adjustments whenever audit exceptions occur and the amount is
4 not firmly established in the course of regular public school audits;
5 and to assist the state special education safety net committee when
6 requested.

7 (3) \$1,000 of the appropriation from the auditing services
8 revolving account--state is provided solely for an adjustment to the
9 agency lease rate for space occupied and parking in the Tacoma Rhodes
10 Center. The department of general administration shall increase lease
11 rates to meet the cash gain/loss break-even point for the Tacoma Rhodes
12 Center effective July 1, 2007.

13 (4) \$313,000 of the auditing services revolving account--state
14 appropriation is provided solely for implementation of Substitute House
15 Bill No. 3193 (whistleblower protections). If the bill is not enacted
16 by June 30, 2008, the amount provided in this subsection shall lapse.

17 **Sec. 117.** 2007 c 522 s 125 (uncodified) is amended to read as
18 follows:

19 **FOR THE ATTORNEY GENERAL**

20	General Fund--State Appropriation (FY 2008)	((\$6,250,000))
21		<u>\$6,262,000</u>
22	General Fund--State Appropriation (FY 2009)	((\$6,656,000))
23		<u>\$6,838,000</u>
24	General Fund--Federal Appropriation	\$3,951,000
25	Public Safety and Education Account--State	
26	Appropriation (FY 2008)	\$1,143,000
27	Public Safety and Education Account--State	
28	Appropriation (FY 2009)	\$1,199,000
29	New Motor Vehicle Arbitration Account--State	
30	Appropriation	\$1,323,000
31	Legal Services Revolving Account--State	
32	Appropriation	((\$224,635,000))
33		<u>\$233,047,000</u>
34	Tobacco Prevention and Control Account--State	
35	Appropriation	\$270,000
36	TOTAL APPROPRIATION	((\$245,427,000))
37		<u>\$254,033,000</u>

1 The appropriations in this section are subject to the following
2 conditions and limitations:

3 (1) The attorney general shall report each fiscal year on actual
4 legal services expenditures and actual attorney staffing levels for
5 each agency receiving legal services. The report shall be submitted to
6 the office of financial management and the fiscal committees of the
7 senate and house of representatives no later than ninety days after the
8 end of each fiscal year.

9 (2) Prior to entering into any negotiated settlement of a claim
10 against the state that exceeds five million dollars, the attorney
11 general shall notify the director of financial management and the
12 chairs of the senate committee on ways and means and the house of
13 representatives committee on appropriations.

14 (3) \$9,446,000 of the legal services revolving account--state
15 appropriation is provided solely for increases in salaries and benefits
16 of assistant attorneys general effective July 1, 2007. This funding is
17 provided solely for increases to address critical recruitment and
18 retention problems, and shall not be used for the performance
19 management program or to fund general administration. The attorney
20 general shall report to the office of financial management and the
21 fiscal committees of the senate and house of representatives by October
22 1, 2008, and provide detailed demographic information regarding
23 assistant attorneys general who received increased salaries and
24 benefits as a result of the appropriation. The report shall include at
25 a minimum information regarding the years of service, division
26 assignment within the attorney general's office, and client agencies
27 represented by assistant attorneys general receiving increased salaries
28 and benefits as a result of the amount provided in this subsection.
29 The report shall include a proposed salary schedule for all assistant
30 attorneys general using the same factors used to determine increased
31 salaries under this section. The report shall also provide initial
32 findings regarding the effect of the increases on recruitment and
33 retention of assistant attorneys general.

34 (4) \$69,000 of the legal services revolving fund--state
35 appropriation is provided solely for Engrossed Substitute Senate Bill
36 No. 6001 (climate change). If the bill is not enacted by June 30, 2007,
37 the amount provided in this subsection shall lapse.

1 (5) \$44,000 of the legal services revolving fund--state
2 appropriation is provided solely for Substitute Senate Bill No. 5972
3 (surface mining reclamation). If the bill is not enacted by June 30,
4 2007, the amount provided in this subsection shall lapse.

5 (6) \$170,000 of the general fund--state appropriation for fiscal
6 year 2009 is provided solely for implementation of Second Substitute
7 House Bill No. 2479 (wireless number disclosure). If the bill is not
8 enacted by June 30, 2008, the amount provided in this subsection shall
9 lapse.

10 (7) \$110,000 of the legal services revolving account--state
11 appropriation is provided solely for implementation of Second
12 Substitute House Bill No. 3274 (port district contracting). If the
13 bill is not enacted by June 30, 2008, the amount provided in this
14 subsection shall lapse.

15 (8) \$365,000 of the legal services revolving account--state
16 appropriation is provided solely for implementation of Engrossed Second
17 Substitute House Bill No. 2449 (child care center employees). If the
18 bill is not enacted by June 30, 2008, the amount provided in this
19 subsection shall lapse.

20 (9) \$786,000 of the legal services revolving account--state
21 appropriation is provided solely for implementation of Engrossed Second
22 Substitute House Bill No. 3205 (child long-term well-being). If the
23 bill is not enacted by June 30, 2008, the amount provided in this
24 subsection shall lapse.

25 (10) \$492,000 of the legal services revolving account--state
26 appropriation is provided solely for implementation of Second
27 Substitute House Bill No. 3121 (construction industry). If the bill is
28 not enacted by June 30, 2008, the amount provided in this subsection
29 shall lapse.

30 (11) \$220,000 of the legal services revolving account--state
31 appropriation is provided solely for implementation of Engrossed Second
32 Substitute House Bill No. 3139 (industrial insurance orders). If the
33 bill is not enacted by June 30, 2008, the amount provided in this
34 subsection shall lapse.

35 (12) The agency shall submit a staffing model that supports the
36 need for increased resources due to casework associated with the
37 sexually violent predator population to the office of financial

1 management and the fiscal committees of the legislature by October 31,
2 2008.

3 **Sec. 118.** 2007 c 522 s 126 (uncodified) is amended to read as
4 follows:

5 **FOR THE CASELOAD FORECAST COUNCIL**

6	General Fund--State Appropriation (FY 2008)	((\$756,000))
7		<u>\$815,000</u>
8	General Fund--State Appropriation (FY 2009)	((\$781,000))
9		<u>\$807,000</u>
10	TOTAL APPROPRIATION	((\$1,537,000))
11		<u>\$1,622,000</u>

12 **Sec. 119.** 2007 c 522 s 127 (uncodified) is amended to read as
13 follows:

14 **FOR THE DEPARTMENT OF COMMUNITY, TRADE, AND ECONOMIC DEVELOPMENT**

15	General Fund--State Appropriation (FY 2008)	((\$66,652,000))
16		<u>\$64,539,000</u>
17	General Fund--State Appropriation (FY 2009)	((\$67,867,000))
18		<u>\$71,361,000</u>
19	General Fund--Federal Appropriation	((\$251,537,000))
20		<u>\$253,123,000</u>
21	General Fund--Private/Local Appropriation	\$14,680,000
22	Public Safety and Education Account--State	
23	Appropriation (FY 2008)	\$2,775,000
24	Public Safety and Education Account--State	
25	Appropriation (FY 2009)	((\$2,735,000))
26		<u>\$3,760,000</u>
27	Public Works Assistance Account--State	
28	Appropriation	\$2,977,000
29	Tourism Promotion and Development Account--State	
30	Appropriation	\$1,000,000
31	Drinking Water Assistance Administrative Account--	
32	State Appropriation	\$415,000
33	Lead Paint Account--State Appropriation	((\$6,000))
34		<u>\$18,000</u>
35	Building Code Council Account--State Appropriation	((\$1,180,000))
36		<u>\$1,221,000</u>

1	Low-Income Weatherization Assistance Account--State	
2	Appropriation	\$8,385,000
3	Violence Reduction and Drug Enforcement Account--	
4	State Appropriation (FY 2008)	\$3,644,000
5	Violence Reduction and Drug Enforcement Account--	
6	State Appropriation (FY 2009)	\$3,660,000
7	Community and Economic Development Fee Account--State	
8	Appropriation	\$1,840,000
9	Washington Housing Trust Account--State	
10	Appropriation	((\$32,327,000))
11		<u>\$26,827,000</u>
12	((Homeless Families Service Account--State	
13	Appropriation	\$300,000))
14	Public Facility Construction Loan Revolving	
15	Account--State Appropriation	\$635,000
16	Affordable Housing Account--State Appropriation	((\$15,200,000))
17		<u>\$14,650,000</u>
18	Community Preservation and Development Authority	
19	Account--State Appropriation	\$350,000
20	Home Security Fund Account--State Appropriation	((\$16,200,000))
21		<u>\$16,700,000</u>
22	Independent Youth Housing Account--State Appropriation	\$1,000,000
23	TOTAL APPROPRIATION	((\$495,365,000))
24		<u>\$493,560,000</u>

25 The appropriations in this section are subject to the following
26 conditions and limitations:

27 (1) \$2,838,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$2,838,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely for a contract with the Washington
30 technology center for work essential to the mission of the Washington
31 technology center and conducted in partnership with universities. The
32 center shall not pay any increased indirect rate nor increases in other
33 indirect charges above the absolute amount paid during the 1995-97
34 fiscal biennium.

35 (2) \$1,658,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$1,658,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for multijurisdictional drug task
38 forces.

1 (3) \$1,500,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$1,500,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely to fund domestic violence legal
4 advocacy.

5 (4) Repayments of outstanding loans granted under RCW 43.63A.600,
6 the mortgage and rental assistance program, shall be remitted to the
7 department, including any current revolving account balances. The
8 department shall contract with a lender or contract collection agent to
9 act as a collection agent of the state. The lender or contract
10 collection agent shall collect payments on outstanding loans, and
11 deposit them into an interest-bearing account. The funds collected
12 shall be remitted to the department quarterly. Interest earned in the
13 account may be retained by the lender or contract collection agent, and
14 shall be considered a fee for processing payments on behalf of the
15 state. Repayments of loans granted under this chapter shall be made to
16 the lender or contract collection agent as long as the loan is
17 outstanding, notwithstanding the repeal of the chapter.

18 (5) \$145,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$144,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided to support a task force on human
21 trafficking.

22 (6) \$2,500,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$2,500,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely for Second Substitute Senate Bill
25 No. 5092 (associate development organizations). If the bill is not
26 enacted by June 30, 2007, the amounts provided in this subsection shall
27 lapse.

28 (7) \$1,500,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$1,500,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely for the community services block
31 grant program.

32 (8) \$70,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$65,000 of the general fund--state appropriation for
34 fiscal year 2009 are provided solely to the department to implement the
35 innovation partnership zone program.

36 (a) The director shall designate innovation partnership zones on
37 the basis of the following criteria:

1 (i) Innovation partnership zones must have three types of
2 institutions operating within their boundaries, or show evidence of
3 planning and local partnerships that will lead to dense concentrations
4 of these institutions:

5 (A) Research capacity in the form of a university or community
6 college fostering commercially valuable research, nonprofit
7 institutions creating commercially applicable innovations, or a
8 national laboratory;

9 (B) Dense proximity of globally competitive firms in a
10 research-based industry or industries or of individual firms with
11 innovation strategies linked to (a)(i) of this subsection. A globally
12 competitive firm may be signified through international organization
13 for standardization 9000 or 1400 certification, or other recognized
14 evidence of international success; and

15 (C) Training capacity either within the zone or readily accessible
16 to the zone. The training capacity requirement may be met by the same
17 institution as the research capacity requirement, to the extent both
18 are associated with an educational institution in the proposed zone;

19 (ii) The support of a local jurisdiction, a research institution,
20 an educational institution, an industry or cluster association, a
21 workforce development council, and an associate development
22 organization, port, or chamber of commerce;

23 (iii) Identifiable boundaries for the zone within which the
24 applicant will concentrate efforts to connect innovative researchers,
25 entrepreneurs, investors, industry associations or clusters, and
26 training providers. The geographic area defined should lend itself to
27 a distinct identity and have the capacity to accommodate firm growth;

28 (iv) The innovation partnership zone shall designate a zone
29 administrator, which must be an economic development council, port,
30 workforce development council, city, or county.

31 (b) By October 1, 2007, and October 1, 2008, the director shall
32 designate innovation partnership zones on the basis of applications
33 that meet the criteria in this subsection, estimated economic impact of
34 the zone, and evidence of forward planning for the zone.

35 (c) If the innovation partnership zone meets the other requirements
36 of the fund sources, then the innovation partnership zone is encouraged
37 to use the local infrastructure financing tool program, the sales and

1 use tax for public facilities in rural counties, the job skills program
2 and other state and local resources to promote zone development.

3 (d) The department shall convene at least one information sharing
4 event for innovation partnership zone administrators and other
5 interested parties.

6 (e) An innovation partnership zone shall provide performance
7 measures as required by the director, including but not limited to
8 private investment measures, job creation measures, and measures of
9 innovation such as licensing of ideas in research institutions,
10 patents, or other recognized measures of innovation.

11 (9) \$430,000 of the general fund--state appropriation for fiscal
12 year 2008 and (~~(\$1,935,000)~~) \$430,000 of the general fund--state
13 appropriation for fiscal year 2009 are provided solely for the economic
14 development commission to work with the higher education coordinating
15 board and research institutions to: (a) Develop a plan for recruitment
16 of ten significant entrepreneurial researchers over the next ten years
17 to lead innovation research teams, which plan shall be implemented by
18 the higher education coordinating board; and (b) develop comprehensive
19 entrepreneurial programs at research institutions to accelerate the
20 commercialization process.

21 (10) \$500,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$500,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for a grant to the cascade land
24 conservancy to develop and demonstrate one or more transfer of
25 development rights programs. These programs shall involve the purchase
26 or lease of development rights or conservation easements from family
27 forest landowners facing pressure to convert their lands and who desire
28 to keep their land in active forest management. The grant shall
29 require the conservancy to work in collaboration with family forest
30 landowners and affected local governments, and to submit an interim
31 written progress report to the department by September 15, 2008, and a
32 final report by June 30, 2009. The department shall transmit the
33 reports to the governor and the appropriate committees of the
34 legislature.

35 (11) \$155,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$150,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for Engrossed Second Substitute

1 House Bill No. 1422 (addressing children and families of incarcerated
2 parents). If the bill is not enacted by June 30, 2007, the amounts
3 provided in this subsection shall lapse.

4 (12) \$180,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$180,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for KCTS public television to
7 support programming in the Spanish language. These funds are intended
8 to support the addition of a bilingual outreach coordinator to serve
9 Latino adults, families and children in western and central Washington;
10 multimedia promotion on Spanish-language media and website integration;
11 the production of targeted public affairs programs that seek to improve
12 education and the quality of life for Latinos; and to establish
13 partnerships with city and county library systems to provide
14 alternative access to the v-me Spanish language channel via the
15 internet.

16 (13) \$1,000,000 of the tourism and promotion account--state
17 appropriation is provided for Substitute House Bill No. 1276 (creating
18 a public/private tourism partnership). Of this amount, \$280,000 is for
19 the department of fish and wildlife's nature tourism infrastructure
20 program; \$450,000 is for marketing the 2010 Olympic games; and \$50,000
21 is for the Washington state games.

22 ~~((+15))~~ (14) \$50,000 of the general fund--state appropriation for
23 fiscal year 2008 and \$50,000 of the general fund--state appropriation
24 for fiscal year 2009 are provided solely for the African chamber of
25 commerce of the Pacific Northwest to support the formation of trade
26 alliances between Washington businesses and African businesses and
27 governments.

28 ~~((+16))~~ (15) \$750,000 of the general fund--state appropriation for
29 fiscal year 2008 and \$750,000 of the general fund--state appropriation
30 for fiscal year 2009 are provided solely for the emergency food
31 assistance program.

32 ~~((+17) \$500,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$500,000 of the general fund--state appropriation for
34 fiscal year 2009 are provided solely to the department's individual
35 development account program.~~

36 ~~(+18))~~ (16) \$80,000 of the general fund--state appropriation for
37 fiscal year 2008 is provided solely for the energy facility site
38 evaluation council to contract for a review of the status of pipeline

1 utility corridor capacity and distribution for natural gas, petroleum
2 and biofuels in southwest Washington. The council shall submit its
3 findings and recommendations to the legislature by December 1, 2007.

4 ~~((19))~~ (17) ~~((1,813,000))~~ \$513,000 of the general fund--state
5 appropriation for fiscal year 2008 and \$1,813,000 of the general fund--
6 state appropriation for fiscal year 2009 are provided solely for a
7 pilot program to provide transitional housing assistance to offenders
8 who are reentering the community and are in need of housing as
9 generally described in Engrossed Substitute Senate Bill No. 6157
10 (offender recidivism). The department shall operate the program
11 through grants to eligible organizations as described in RCW
12 43.185.060. A minimum of two programs shall be established in two
13 counties in which community justice centers are located. The pilot
14 programs shall be selected through a request for proposal process in
15 consultation with the department of corrections. The department shall
16 select the pilot sites by January 1, 2008.

17 (a) The pilot program shall:

18 (i) Be operated in collaboration with the community justice center
19 existing in the location of the pilot site;

20 (ii) Offer transitional supportive housing that includes individual
21 support and mentoring available on an ongoing basis, life skills
22 training, and close working relationships with community justice
23 centers and community corrections officers. Supportive housing
24 services can be provided directly by the housing operator, or in
25 partnership with community-based organizations;

26 (iii) In providing assistance, give priority to offenders who are
27 designated as high risk or high needs as well as those determined not
28 to have a viable release plan by the department of corrections; and

29 (iv) Provide housing assistance for a period of up to twelve months
30 for a participating offender.

31 (b) The department may also use up to twenty percent of the funds
32 in this subsection to support the development of additional supportive
33 housing resources for offenders who are reentering the community.

34 (c) The department shall collaborate with the department of
35 corrections in the design of the program and development of criteria to
36 determine who will qualify for housing assistance, and shall report to
37 the legislature by November 1, 2008, on the number of offenders seeking

1 housing, the number of offenders eligible for housing, the number of
2 offenders who receive the housing, and the number of offenders who
3 commit new crimes while residing in the housing.

4 ~~((+20+))~~ (18) \$288,000 of the general fund--state appropriation for
5 fiscal year 2008 is provided solely for community transition
6 coordination networks and county service inventories as generally
7 described in Engrossed Substitute Senate Bill No. 6157 (offender
8 recidivism). Funds are provided for: (a) Grants to counties to
9 inventory services and resources available to assist offenders
10 reentering the community; (b) a grant to the Washington institute for
11 public policy to develop criteria for conducting the inventory; and (c)
12 the department of community, trade, and economic development to assist
13 with the inventory and implement a community transition coordination
14 network pilot program.

15 ~~((+21) \$75,000))~~ (19) \$150,000 of the general fund--state
16 appropriation for fiscal year 2008 ~~((and \$75,000 of the general fund--
17 state appropriation for fiscal year 2009 are))~~ is provided solely for
18 a grant to the center for advanced manufacturing to assist domestic
19 businesses to compete globally.

20 ~~((+22+))~~ (20) \$250,000 of the general fund--state appropriation for
21 fiscal year 2008 and \$250,000 of the general fund--state appropriation
22 for fiscal year 2009 are provided solely for a grant to the
23 developmental disabilities council to contract for legal services for
24 individuals with developmental disabilities entering or currently
25 residing in the department of social and health services division of
26 developmental disabilities community protection program.

27 ~~((+23+))~~ (21) \$50,000 of the general fund--state appropriation for
28 fiscal year 2008 and \$50,000 of the general fund--state appropriation
29 for fiscal year 2009 are provided solely for a grant to Safe Havens to
30 provide supervised visitation for families affected by domestic
31 violence and abuse.

32 ~~((+24+))~~ (22) \$408,000 of the general fund--state appropriation for
33 fiscal year 2008 and \$623,000 of the general fund--state appropriation
34 for fiscal year 2009 are provided solely for grants to county juvenile
35 courts to expand the number of participants in juvenile drug courts
36 consistent with the conclusions of the Washington state institute for
37 public policy evaluation of effective programs to reduce future prison
38 populations.

1 ~~((+25+))~~ (23) \$250,000 of the general fund--state appropriation for
2 fiscal year 2008 and \$250,000 of the general fund--state appropriation
3 for fiscal year 2009 are provided solely to implement Second Substitute
4 Senate Bill No. 5652 (microenterprise development), including grants to
5 microenterprise organizations for organizational capacity building and
6 provision of training and technical assistance. If the bill is not
7 enacted by June 30, 2007, the amounts provided in this subsection shall
8 lapse.

9 ~~((+26+))~~ (24) \$250,000 of the general fund--state appropriation for
10 fiscal year 2008 and \$250,000 of the general fund--state appropriation
11 for fiscal year 2009 are provided solely to ~~((establish the state
12 economic development commission as an independent state agency
13 consistent with))~~ implement Second Substitute Senate Bill No. 5995
14 (economic development commission). ~~((If the bill is not enacted by
15 June 30, 2007, the amounts provided in this subsection shall lapse.~~

16 ~~(+27+))~~ (25) \$150,000 of the general fund--state appropriation for
17 fiscal year 2008 and \$150,000 of the general fund--state appropriation
18 for fiscal year 2009 are provided solely to support international trade
19 fairs.

20 ~~((+28+))~~ (26) \$50,000 of the general fund--state appropriation for
21 fiscal year 2008 is provided solely for a study to survey best
22 practices for smart meters/smart grid/smart appliance technology and
23 the range of applications for smart meters around the country. The
24 survey shall include, but is not limited to, utilities using smart
25 meters to: (a) Meter responses to time-of-use pricing, (b) meter
26 savings from direct load control programs, (c) manage operations costs,
27 (d) identify power outages, (e) meter voluntary interruptible power
28 programs, (f) facilitate pay-as-you-go programs, and (g) enhance
29 billing operations. The study will compare the survey results with
30 Washington's electric utility power system including considerations of
31 electricity price variations between peak and off-peak prices, seasonal
32 price variations, forecast demand, conservation goals, seasonal or
33 daily distribution or transmission constraints, etc., to identify the
34 applications where smart meters may provide particular value to either
35 individual consumers, individual Washington electric utility power
36 systems, or the overall electric power grid in Washington, and to
37 meeting state conservation and energy goals. The department shall

1 complete the study and provide a report to the governor and the
2 legislature by December 1, 2007.

3 ~~((+30+))~~ (27)(a) ~~((500,000))~~ \$250,000 of the general fund--state
4 appropriation for fiscal year 2008 ~~((is))~~ and \$250,000 of the general
5 fund--state appropriation for the fiscal year 2009 are provided for a
6 pilot program to provide assistance for three jurisdictions to enforce
7 financial fraud and identity theft laws. Three pilot enforcement areas
8 shall be established on January 1, 2008, two in the two largest
9 counties by population west of the crest of the Cascade mountains and
10 one in the largest county by population east of the crest of the
11 Cascade mountains. Funding received for the purpose of this subsection
12 through appropriations, gifts, and grants shall be divided equally
13 between the three pilot enforcement areas. This funding is intended to
14 provide for additional deputy prosecutors, law enforcement, clerical
15 staff, and other support for the prosecution of financial fraud and
16 identity theft crimes. The funding shall not be used to supplant
17 existing funding and cannot be used for any purpose other than
18 enforcement of financial fraud and identity theft laws. Appropriated
19 state funds must be used to match gifts and grants of private-sector
20 funds for the purposes of this subsection, and expenditure of
21 appropriated state funds may not exceed expenditure of private funds.

22 (b) The department shall appoint a task force in each county with
23 a pilot enforcement area. Each task force shall include the following
24 members:

25 (i) Two members from financial institutions;

26 (ii) One member of the Washington association of county
27 prosecutors;

28 (iii) One member of the Washington association of sheriffs and
29 police chiefs;

30 (iv) One member of the Washington state association of municipal
31 attorneys; and

32 (v) One law enforcement officer.

33 (c) The task force in each county shall provide advice and
34 expertise in order to facilitate the prosecutor's efforts to prosecute
35 and reduce the incidence of financial fraud and identity theft crimes,
36 including check fraud, chronic unlawful issuance of bank checks,
37 embezzlement, credit/debit card fraud, identity theft, forgery,

1 counterfeit instruments, organized counterfeit check rings, and
2 organized identity theft rings.

3 ~~((+31+))~~ (28) \$125,000 of the general fund--state appropriation for
4 fiscal year 2008 and \$125,000 of the general fund--state appropriation
5 for fiscal year 2009 are provided solely for a grant to Grays Harbor
6 county for activities associated with southwest Washington coastal
7 erosion investigations and demonstrations.

8 ~~((+32+))~~ (29) \$112,000 of the general fund--state appropriation for
9 fiscal year 2008 and \$113,000 of the general fund--state appropriation
10 for fiscal year 2009 are provided solely for a grant to the retired
11 senior volunteer program.

12 ~~((+33+))~~ (30) \$200,000 of the general fund--state appropriation for
13 fiscal year 2008 and \$200,000 of the general fund--state appropriation
14 for fiscal year 2009 are provided solely for a grant to the Benton and
15 Franklin county juvenile and drug courts. The grant is contingent upon
16 the counties providing equivalent matching funds.

17 ~~((+34+))~~ (31) \$50,000 of the general fund--state appropriation for
18 fiscal year 2008 and \$50,000 of the general fund--state appropriation
19 for fiscal year 2009 are provided solely for a grant to the Seattle
20 aquarium for a scholarship program for transportation and admission
21 costs for classrooms with lower incomes, English as second language or
22 special needs.

23 ~~((+35+))~~ (32) \$256,000 of the general fund--state appropriation for
24 fiscal year 2008 and \$256,000 of the general fund--state appropriation
25 for fiscal year 2009 are provided solely for the long-term care
26 ombudsman program.

27 ~~((+36+))~~ (33) \$425,000 of the general fund--state appropriation for
28 fiscal year 2008 and \$425,000 of the general fund--state appropriation
29 for fiscal year 2009 are provided solely to the Washington state
30 association of counties for the county training program.

31 ~~((+37+))~~ (34) \$495,000 of the general fund--state appropriation for
32 fiscal year 2008 and \$495,000 of the general fund--state appropriation
33 for fiscal year 2009 are provided solely to the northwest agriculture
34 business center.

35 ~~((+38+))~~ (35) ~~(\$200,000)~~ \$40,000 of the general fund
36 appropriation for fiscal year 2008 ~~((is))~~ and \$160,000 of the general
37 fund--state appropriation for fiscal year 2009 are provided solely for
38 a program to build capacity and promote the development of nonprofit

1 community land trust organizations in the state. Funds shall be
2 granted through a competitive process to community land trusts with
3 assets under one million dollars, and these funds shall be used for
4 operating costs, technical assistance, and other eligible capacity
5 building expenses to be determined by the department.

6 ~~((+39+))~~ (36) \$100,000 of the general fund--state appropriation for
7 fiscal year 2008 and \$100,000 of the general fund--state appropriation
8 for fiscal year 2009 are provided solely to centro latino to provide
9 adult basic education that includes but is not limited to: English as
10 a second language, Spanish literacy training, work-readiness training,
11 citizenship classes, programs to promote school readiness, community
12 education, and entrepreneurial services.

13 ~~((+40+))~~ (37) \$500,000 of the general fund--state appropriation for
14 fiscal year 2008 and \$500,000 of the general fund--state appropriation
15 for fiscal year 2009 are provided solely to resolution Washington to
16 build statewide capacity for alternative dispute resolution centers and
17 dispute resolution programs that guarantee that all citizens have
18 access to a low-cost resolution process as an alternative to
19 litigation.

20 ~~((+41+))~~ (38) \$2,000,000 of the general fund--state appropriation
21 for fiscal year 2008 and \$2,000,000 of the general fund--state
22 appropriation for fiscal year 2009 are provided solely for
23 implementation of Second Substitute House Bill No. 1303 (cleaner
24 energy). Of these amounts, \$487,000 of the general fund--state
25 appropriation for fiscal year 2008 is provided solely as pass-through
26 funding to the department of ecology to conduct the climate advisory
27 team stakeholder process and related staffing, analysis, and public
28 outreach costs. The department shall retain ~~((+\$1,500,000))~~ \$1,013,000
29 for expenditures related to the operations of the energy freedom
30 authority, and the support of the vehicle workgroup and the carbon
31 market stakeholder workgroup and any other activities required of the
32 department by the bill. The department shall enter into interagency
33 agreements with other agencies to implement the bill in the following
34 amounts: (a) \$1,500,000 shall be provided to the climate impacts group
35 at the University of Washington for climate assessments; (b) \$200,000
36 shall be provided to the University of Washington college of forest
37 resources for identification of barriers to using the state's forest
38 resources for fuel production; and (c) \$800,000 shall be provided to

1 the Washington State University for analyzing options for market
2 incentives to encourage biofuels production. If the bill is not
3 enacted by June 30, 2007, the amounts provided in this subsection shall
4 lapse.

5 ~~((42))~~ (39) \$347,000 of the general fund--state appropriation for
6 fiscal year 2008 and ~~((348,000))~~ \$398,000 of the general fund--state
7 appropriation for fiscal year 2009 are provided solely to Western
8 Washington University to support small business development centers and
9 underserved economic development councils with secondary research
10 services. Of the amounts in this subsection, \$500,000 is intended for
11 research services and shall be divided evenly between 25-50 small
12 business development centers and underserved economic development
13 councils and \$195,000 shall be used to develop infrastructure, training
14 programs, and marketing materials. Of the general fund--state
15 appropriation for fiscal year 2009, \$50,000 is for the small business
16 development center in Renton.

17 ~~((43))~~ (40) \$100,000 of the general fund--state appropriation for
18 fiscal year 2008 is provided solely for a study on improving the
19 effectiveness of the growth management act. Topics may include but are
20 not limited to: How best to meet and finance infrastructure and
21 service needs of growing communities; how to provide incentives to
22 accommodate projected growth and protect resource lands and critical
23 areas; and how local governments are prepared to address land use
24 changes associated with climate change.

25 ~~((44))~~ (41) \$75,000 of the general fund--state appropriation for
26 fiscal year 2008 and \$75,000 of the general fund--state appropriation
27 for fiscal year 2009 are provided solely to the Poulsbo marine science
28 center.

29 ~~((45))~~ (42) \$1,625,000 of the general fund--state appropriation
30 for fiscal year 2008 and \$1,625,000 of the general fund--state
31 appropriation for fiscal year 2009 are provided solely for operating
32 and capital equipment and facility grants to the following public
33 television and radio stations: KPBX/KSFC, \$863,525; KPLU, \$733,525;
34 KVTI, \$108,550; KDNA, \$29,205; KSER, \$338,325; KNHC, \$146,620; KSPS,
35 \$568,750; and KBTC, \$461,500.

36 ~~((46))~~ (43) \$200,000 of the general fund--state appropriation for
37 fiscal year 2008 and \$200,000 of the general fund--state appropriation

1 for fiscal year 2009 are provided solely for the safe and drug free
2 schools and communities program.

3 ~~((47))~~ (44) \$102,000 of the general fund--state appropriation for
4 fiscal year 2008 and \$103,000 of the general fund--state appropriation
5 for fiscal year 2009 are provided solely for the University of
6 Washington's college of forest resources center for international trade
7 in forest products.

8 ~~((48))~~ (45) \$471,000 of the general fund--state appropriation for
9 fiscal year 2008 and \$471,000 of the general fund--state appropriation
10 for fiscal year 2009 are provided solely as pass-through funding to
11 Walla Walla community college for its water and environmental center.

12 ~~((49))~~ (46) \$65,000 of the general fund--state appropriation for
13 fiscal year 2008 and \$65,000 of the general fund--state appropriation
14 for fiscal year 2009 are provided solely for a contract with a food
15 distribution program for communities in the southwestern portion of the
16 state and for workers impacted by timber and salmon fishing closures
17 and reductions. The department may not charge administrative overhead
18 or expenses to the funds provided in this subsection.

19 ~~((50))~~ (47)(a) \$200,000 of the general fund--state appropriation
20 for fiscal year 2008 is provided solely for a study to examine the
21 fiscal health of counties. The study shall address spending and
22 revenues, as well as the demographic, geographic, social, economic, and
23 other factors contributing to or causing financial distress. The study
24 shall also examine the financial efficiencies, cost savings, and
25 improved levels of service that may be gained by authorizing noncharter
26 counties greater flexibility in altering their forms of governance,
27 including consolidating or merging constitutional or statutory
28 functions or structures.

29 (b) The department of community, trade, and economic development
30 may contract or consult with any agency, organization, or other public
31 or private entity as it deems necessary in order to complete the study
32 required under this section. The study may contain options and actions
33 for consideration by the governor and the legislature, but at minimum
34 shall recommend the changes to constitutional and statutory law
35 necessary to provide counties with the legal authority required to
36 implement the changes in governmental structures and functions needed
37 to promote optimum financial efficiency and improved services. The

1 study shall be transmitted to the appropriate committees of the
2 legislature and the governor by December 1, 2007.

3 ~~((+51+))~~ (48) \$2,136,000 of the general fund--state appropriation
4 for fiscal year 2008 and \$2,136,000 of the general fund--state
5 appropriation for fiscal year 2009 are provided solely for the
6 operation and expense of the "closing the achievement gap-flight
7 program" of the Seattle public schools during the 2007-09 biennium.
8 The funds will be used in support of a collaboration model between the
9 Seattle public schools and the community. The primary intent for this
10 program is to close the academic achievement gap for students of color
11 and students in poverty by promoting parent and family involvement and
12 enhancing the social-emotional and the academic support for students.
13 By June 30, 2009, the Seattle public schools will provide and
14 evaluation of the impact of the activities funded on class size,
15 graduation rates, student attendance, student achievement, and closing
16 the achievement gap.

17 ~~((+52+))~~ (49) \$1,000,000 of the general fund--state appropriation
18 for fiscal year 2008 ~~((and))~~, \$1,000,000 of the general fund--state
19 appropriation for fiscal year 2009, and \$200,000 of the public safety
20 and education account--state appropriation for fiscal year 2009 are
21 provided solely for crime victim service centers.

22 ~~((+53+))~~ (50) \$41,000 of the general fund--state appropriation for
23 fiscal year 2008 and \$36,000 of the general fund--state appropriation
24 for fiscal year 2009 are provided solely for House Bill No. 1038
25 (electric transmission lines). If the bill is not enacted by June 30,
26 2007, the amount provided in this subsection shall lapse.

27 ~~((+54+))~~ (51) \$1,000,000 of the independent youth housing account
28 is provided for Second Substitute House Bill No. 1922 (youth housing
29 program). If the bill is not enacted by June 30, 2007, the amount
30 provided in this subsection shall lapse.

31 ~~((+55+))~~ (52) \$227,000 of the general fund--state appropriation for
32 fiscal year 2008 and \$127,000 of the general fund--state appropriation
33 for fiscal year ~~((2008))~~ 2009 are provided solely for Second Substitute
34 House Bill No. 1636 (development rights). If the bill is not enacted
35 by June 30, 2007, the amounts provided in this subsection shall lapse.

36 ~~((+56+))~~ (53) \$35,000 of the general fund--state appropriation for
37 fiscal year 2008 is provided solely for Substitute House Bill No. 1037

1 (electrical transmission). If the bill is not enacted by June 30,
2 2007, the amount provided in this subsection shall lapse.

3 ~~((+57+))~~ (54) \$131,000 of the general fund--state appropriation for
4 fiscal year 2008 ~~((and \$62,000 of the general fund--state appropriation
5 for fiscal year 2009 are))~~ is provided solely for Engrossed Second
6 Substitute House Bill No. 1705 (health sciences and services). ~~((If
7 the bill is not enacted by June 30, 2007, the amounts provided in this
8 subsection shall lapse.~~

9 ~~(+58+))~~ (55) \$881,000 of the general fund--state appropriation for
10 fiscal year 2008 and \$882,000 of the general fund--state appropriation
11 for fiscal year 2009 are provided solely for the department to: (a)
12 Work with a statewide asset building coalition to design, implement,
13 and fund a public education and outreach campaign; and (b) initiate,
14 expand, and strengthen community-based asset building coalitions by
15 providing them with technical assistance and grants. The department
16 shall conduct an application process and select at least twelve sites
17 by October 31, 2007. Of the amounts provided in this subsection, no
18 more than 10 percent may be used by the department to administer the
19 technical assistance and grant program. The department shall report to
20 the appropriate committees of the legislature on the status of the
21 grant and technical assistance program by December 1, 2008.

22 ~~((+59+))~~ (56) \$15,200,000 of the affordable housing account--state
23 appropriation and \$16,200,000 of the home security fund account--state
24 appropriation are provided solely for Engrossed Second Substitute House
25 Bill No. 1359 (affordable housing). If the bill is not enacted by June
26 30, 2007, the amounts provided in this subsection shall lapse.

27 ~~((+60+))~~ (57) \$350,000 of the community preservation and
28 development authority account--state appropriation is provided solely
29 for Substitute Senate Bill No. 6156 (development authorities). If this
30 bill is not enacted by June 30, 2007, the amount provided in this
31 subsection shall lapse.

32 (58) \$750,000 of the public safety and education account
33 appropriation for fiscal year 2009 and \$712,000 of the general fund--
34 state appropriation for fiscal year 2009 are provided solely to the
35 office of crime victims advocacy to provide additional support for
36 sexual assault victim advocates in county courts. The office of crime
37 victims advocacy shall enter into agreement with county prosecuting
38 attorney victim witness units to increase support services to victims

1 of sexual assault. These funds shall be contracted with the 39 county
2 prosecuting attorneys' offices to support victim-witness services. The
3 funds must be prioritized to ensure a full-time victim-witness
4 coordinator in each county. The office may retain only the amount
5 currently allotted for this activity for administrative costs.

6 (59) Within the appropriations in this section sufficient funding
7 is provided to implement Engrossed Second Substitute House Bill No.
8 1115 (homelessness).

9 (60) \$250,000 of the general fund--state appropriation for fiscal
10 year 2009 is provided solely for implementation of Engrossed Substitute
11 House Bill No. 1727 (growth management planning). If the bill is not
12 enacted by June 30, 2008, the amount provided in this subsection shall
13 lapse.

14 (61) Within the appropriations in this section sufficient funding
15 is provided to implement Substitute House Bill No. 2444 (offender
16 internet info).

17 (62) Within the appropriations in this section sufficient funding
18 is provided to implement House Bill No. 2527 (rural county definition).

19 (63) \$126,000 of the general fund--state appropriation for fiscal
20 year 2009 is provided solely for implementation of Second Substitute
21 House Bill No. 2683 (affordable housing for all). If the bill is not
22 enacted by June 30, 2008, the amount provided in this subsection shall
23 lapse.

24 (64) \$76,000 of the general fund--state appropriation for fiscal
25 year 2009 is provided solely for implementation of Engrossed Second
26 Substitute House Bill No. 3115 (small business incubators). If the
27 bill is not enacted by June 30, 2008, the amount provided in this
28 subsection shall lapse.

29 (65) Within the appropriations in this section sufficient funding
30 is provided to implement Engrossed House Bill No. 3142 (rapid response
31 loan program).

32 (66) \$100,000 of the general fund--state appropriation for fiscal
33 year 2009 is provided solely for implementation of Engrossed Second
34 Substitute House Bill No. 3180 (housing investments). If the bill is
35 not enacted by June 30, 2008, the amount provided in this subsection
36 shall lapse.

37 (67) \$150,000 of the general fund--state appropriation for fiscal
38 year 2009 is provided solely for implementation of Engrossed Second

1 Substitute House Bill No. 3216 (wave/tidal energy technology). If the
2 bill is not enacted by June 30, 2008, the amount provided in this
3 subsection shall lapse.

4 (68) \$41,000 of the building code council account--state
5 appropriation is provided solely for implementation of Substitute House
6 Bill No. 2575 (fire sprinkler systems). If the bill is not enacted by
7 June 30, 2008, the amount provided in this subsection shall lapse.

8 (69) \$500,000 of the general fund--state appropriation for fiscal
9 year 2009 is provided solely for implementation of Engrossed Second
10 Substitute House Bill No. 2712 (criminal street gangs). If the bill is
11 not enacted by June 30, 2008, the amount provided in this subsection
12 shall lapse.

13 (70) \$207,000 of the general fund--state appropriation for fiscal
14 year 2009 is provided solely for implementation of Second Substitute
15 House Bill No. 2815 (green collar jobs). The amount provided in this
16 subsection includes \$50,000 for the analysis under section 8(1) of the
17 bill. If the bill is not enacted by June 30, 2008, the amount provided
18 in this subsection shall lapse.

19 (71) \$50,000 of the general fund--state appropriation for fiscal
20 year 2009 is provided solely for Substitute House Bill No. 3120
21 (construction tax incentive). If the bill is not enacted by June 30,
22 2008, the amount provided in this subsection shall lapse.

23 (72) \$350,000 of the general fund--state appropriation for fiscal
24 year 2009 is provided solely for Engrossed Second Substitute House Bill
25 No. 2798 (local food production). If the bill is not enacted by June
26 30, 2008, the amount provided in this subsection shall lapse.

27 (73) \$150,000 of the general fund--state appropriation for fiscal
28 year 2009 is provided solely for Engrossed Second Substitute House Bill
29 No. 2844 (urban forestry). If the bill is not enacted by June 30,
30 2008, the amount provided in this subsection shall lapse.

31 **Sec. 120.** 2007 c 522 s 128 (uncodified) is amended to read as
32 follows:

33 **FOR THE ECONOMIC AND REVENUE FORECAST COUNCIL**

34	General Fund--State Appropriation (FY 2008)	((\$608,000))
35		<u>\$726,000</u>
36	General Fund--State Appropriation (FY 2009)	((\$631,000))
37		<u>\$839,000</u>

1	TOTAL APPROPRIATION	((\$1,239,000))
2		<u>\$1,565,000</u>
3	Sec. 121. 2007 c 522 s 129 (uncodified) is amended to read as	
4	follows:	
5	FOR THE OFFICE OF FINANCIAL MANAGEMENT	
6	General Fund--State Appropriation (FY 2008)	((\$24,175,000))
7		<u>\$24,110,000</u>
8	General Fund--State Appropriation (FY 2009)	((\$23,323,000))
9		<u>\$24,285,000</u>
10	General Fund--Federal Appropriation	((\$23,588,000))
11		<u>\$23,949,000</u>
12	General Fund--Private/Local Appropriation	\$1,270,000
13	State Auditing Services Revolving Account--State	
14	Appropriation	\$25,000
15	Violence Reduction and Drug Enforcement Account--	
16	State Appropriation (FY 2008)	\$123,000
17	Violence Reduction and Drug Enforcement Account--	
18	State Appropriation (FY 2009)	\$123,000
19	<u>Economic Development Strategic Reserve Account--</u>	
20	<u>State Appropriation</u>	<u>\$175,000</u>
21	TOTAL APPROPRIATION	((\$72,627,000))
22		<u>\$74,060,000</u>

23 The appropriations in this section are subject to the following
24 conditions and limitations:

25 (1) ((~~\$75,000~~)) \$33,000 of the general fund--state appropriation
26 for fiscal year 2008 and ((~~\$75,000~~)) \$58,000 of the general fund--state
27 appropriation for fiscal year 2009 are provided for a contract with the
28 Ruckelshaus center to continue the agricultural pilot programs that
29 identify projects to enhance farm income and improve natural resource
30 protection. Specific work will include project outreach and
31 refinement, stakeholder support, staffing the oversight committee,
32 seeking federal and private match funding, and further refining the
33 list of projects to be recommended for funding.

34 (2) ((~~\$175,000~~)) \$155,000 of the general fund--state appropriation
35 for fiscal year 2008 and ((~~\$175,000~~)) \$254,000 of the general fund--
36 state appropriation for fiscal year 2009 are provided for a contract

1 with the Ruckelshaus center to fund "proof-of-concept" model and
2 projects recommended by the oversight committee, as provided in
3 subsection (1) of this section.

4 (3) \$580,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$580,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely to the association of Washington
7 cities and the Washington state association of counties for improving
8 project permitting and mitigation processes.

9 (4) \$320,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$320,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely for the office of regulatory
12 assistance to develop statewide multiagency permits for transportation
13 infrastructure and other projects that integrate local, state, and
14 federal permit requirements and mitigation standards.

15 (5) \$1,050,000 of the general fund--state appropriation for fiscal
16 year 2008 and \$1,050,000 of the general fund--state appropriation for
17 fiscal year 2009 are provided solely to implement Second Substitute
18 Senate Bill No. 5122 (regulatory assistance programs). If the bill is
19 not enacted by June 30, 2007, the amounts provided in this subsection
20 shall lapse.

21 (6) (~~(\$165,000)~~) \$190,000 of the general fund--state appropriation
22 for fiscal year 2008 and (~~(\$115,000)~~) \$90,000 of the general fund--
23 state appropriation for fiscal year 2009 are provided solely (~~for a~~
24 ~~study to develop~~) to implement chapter 139, Laws of 2007 (student
25 transportation funding) which requires development of two options for
26 a new K-12 pupil transportation funding formula. ((The office of
27 financial management shall contract with consultants with expertise in
28 both pupil transportation and K-12 finance formulas. The office of
29 financial management and the contractors shall consult with the
30 legislative fiscal committees and the office of the superintendent of
31 public instruction. The office of financial management shall submit a
32 final report to the governor, the house of representatives
33 appropriations committee, and senate ways and means committee by
34 November 15, 2008.))

35 (7) \$175,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$175,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for financial assistance to local
38 government agencies in counties representing populations of fewer than

1 350,000 residents for the acquisition and development of streamlined
2 permitting technology infrastructure through an integrated business
3 portal approach. Grant awards may not exceed \$100,000 per local
4 government agency per fiscal year. The funding must be used to acquire
5 and implement permit tracking systems that can support and are
6 compatible with a multijurisdictional, integrated approach. Prior to
7 granting funds, the office of regulatory assistance shall ensure that
8 the proposed systems and technology are based on open-industry
9 standards, allow for future integration of processes and sharing of
10 data, and are extendable.

11 (8) (~~(\$810,000)~~) \$474,000 of the general fund--state appropriation
12 for fiscal year 2008 and (~~(\$495,000)~~) \$831,000 of the general fund--
13 state appropriation for fiscal year 2009 are provided solely for the
14 implementation of sections 50 through 57 (health resources strategy) of
15 Engrossed Second Substitute Senate Bill No. 5930 (blue ribbon
16 commission on health care). If the bill is not enacted by June 2007,
17 the amounts provided in this subsection shall lapse.

18 (9) \$300,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$54,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely to implement section 3 of
21 Substitute Senate Bill No. 5248 (preserving the viability of
22 agricultural lands). Funds are provided for a contract with the
23 Ruckelshaus center to examine conflicts between agriculture activities
24 and critical areas ordinances. If the bill is not enacted by June 30,
25 2007, the amounts provided in this subsection shall lapse.

26 (10) The education data center within the office of financial
27 management may convene a work group to assess the feasibility, costs,
28 and benefits of a higher education data system that uses privacy-
29 protected student-level data.

30 (11) Within the appropriations in this section sufficient funding
31 is provided to implement Engrossed Second Substitute House Bill No.
32 2631 (regulatory assistance office).

33 (12) The department shall track all expenditures and FTE
34 utilization in state government related to work on Initiative Measure
35 No. 960 requirements, and shall provide a report to the fiscal
36 committees of the legislature by November 1, 2008.

37 (13) \$250,000 of the general fund--state appropriation for fiscal
38 year 2008 and \$250,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for the office of financial
 2 management to assist in efforts to identify approaches to addressing
 3 affordability and quality of, and access to, health care services in
 4 Washington state. Part of that effort must include contracting for a
 5 public involvement effort that includes conducting meetings in all
 6 congressional districts of the state and providing other venues for
 7 participation, including a web site; providing information to
 8 Washingtonians regarding affordability and quality of, and access to,
 9 health care services in Washington state; and presenting information
 10 and seeking public input regarding the findings of the economic
 11 analysis of health care proposals completed under sections 101(3) and
 12 102(3) of this act. The results of the public input process shall be
 13 reported to the governor and the legislature on or before December 1,
 14 2008.

15 **Sec. 122.** 2007 c 522 s 130 (uncodified) is amended to read as
 16 follows:

17 **FOR THE OFFICE OF ADMINISTRATIVE HEARINGS**
 18 Administrative Hearings Revolving Account--State
 19 Appropriation ((~~\$33,037,000~~))
 20 \$33,042,000

21 **Sec. 123.** 2007 c 522 s 131 (uncodified) is amended to read as
 22 follows:

23 **FOR THE DEPARTMENT OF PERSONNEL**
 24 General Fund--State Appropriation (FY 2008) \$96,000
 25 Department of Personnel Service Account--State
 26 Appropriation ((~~\$30,106,000~~))
 27 \$23,910,000
 28 Higher Education Personnel Services Account--State
 29 Appropriation \$1,794,000
 30 TOTAL APPROPRIATION ((~~\$31,900,000~~))
 31 \$25,800,000

32 The appropriations in this section are subject to the following
 33 conditions and limitations: The department shall coordinate with the
 34 governor's office of Indian affairs on providing the government-to-
 35 government training sessions for federal, state, local, and tribal
 36 government employees. The training sessions shall cover tribal

1 historical perspectives, legal issues, tribal sovereignty, and tribal
2 governments. Costs of the training sessions shall be recouped through
3 a fee charged to the participants of each session. The department
4 shall be responsible for all of the administrative aspects of the
5 training, including the billing and collection of the fees for the
6 training.

7 **Sec. 124.** 2007 c 522 s 132 (uncodified) is amended to read as
8 follows:

9 **FOR THE WASHINGTON STATE LOTTERY**

10 Lottery Administrative Account--State

11 Appropriation ((~~\$26,382,000~~))
12 \$26,386,000

13 The appropriation in this section is subject to the following
14 conditions and limitations: The appropriation in this section may not
15 be expended by the Washington state lottery for any purpose associated
16 with a lottery game offered through any interactive electronic device,
17 including the internet.

18 **Sec. 125.** 2007 c 522 s 133 (uncodified) is amended to read as
19 follows:

20 **FOR THE COMMISSION ON HISPANIC AFFAIRS**

21 General Fund--State Appropriation (FY 2008) \$261,000
22 General Fund--State Appropriation (FY 2009) ((~~\$276,000~~))
23 \$426,000
24 TOTAL APPROPRIATION ((~~\$537,000~~))
25 \$687,000

26 The appropriations in this section are subject to the following
27 conditions and limitations: \$150,000 of the general fund--state
28 appropriation for fiscal year 2009 is provided solely for the
29 commission to engage a contractor to conduct a detailed analysis of the
30 achievement gap for Hispanic students; recommend a comprehensive plan
31 for closing the achievement gap pursuant to goals under the federal no
32 child left behind act for all groups of students to meet academic
33 standards by 2014; and identify performance measures to monitor
34 adequate yearly progress. The contractor shall conduct the analysis
35 starting with the call to action paper by the multi-ethnic think tank
36 and as guided by the Latino/a educational achievement project and other

1 appropriate groups. The contractor shall submit a study update by
2 September 15, 2008, and submit a final report by December 30, 2008, to
3 the governor, the superintendent of public instruction, the state board
4 of education, the P-20 council, the basic education finance task force,
5 and the education committees of the legislature.

6 **Sec. 126.** 2007 c 522 s 135 (uncodified) is amended to read as
7 follows:

8 **FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--OPERATIONS**

9	General Fund--State Appropriation (FY 2008)	\$200,000
10	General Fund--State Appropriation (FY 2009)	\$250,000
11	Dependent Care Administrative Account--State	
12	Appropriation	(\$448,000)
13		<u>\$241,000</u>
14	Department of Retirement Systems Expense Account--	
15	State Appropriation	(\$48,885,000)
16		<u>\$49,172,000</u>
17	TOTAL APPROPRIATION	(\$49,783,000)
18		<u>\$49,863,000</u>

19 The appropriations in this section are subject to the following
20 conditions and limitations:

21 (1) \$15,000 of the department of retirement systems expense account
22 appropriation is provided solely to implement Substitute House Bill No.
23 1261 (duty disability service credit). If the bill is not enacted by
24 June 30, 2007, the amount provided in this subsection shall lapse.

25 (2) \$43,000 of the department of retirement systems expense account
26 appropriation is provided solely to implement House Bill No. 1680
27 (emergency medical technician service credit). If the bill is not
28 enacted by June 30, 2007, the amount provided in this subsection shall
29 lapse.

30 (3) \$72,000 of the department of retirement systems expense account
31 appropriation is provided solely to implement Engrossed Substitute
32 House Bill No. 1649 (judges' past service credit purchases). If the
33 bill is not enacted by June 30, 2007, the amount provided in this
34 subsection shall lapse.

35 (4) \$33,000 of the department of retirement systems expense account
36 appropriation is provided solely to implement Substitute House Bill No.

1 1262 (plan 1 post retirement employment). If the bill is not enacted
2 by June 30, 2007, the amount provided in this subsection shall lapse.

3 (5) \$315,000 of the department of retirement systems expense
4 account appropriation is provided solely to implement Engrossed House
5 Bill No. 2391 (gainsharing revisions). If neither bill is enacted by
6 June 30, 2007, the amount provided in this subsection shall lapse.

7 (6) \$12,000 of the department of retirement systems expense
8 account--state appropriation is provided solely to implement Senate
9 Bill No. 5014 (contribution rates). If the bill is not enacted by June
10 30, 2007, the amount provided in this subsection shall lapse.

11 (7) \$17,000 of the department of retirement systems expense
12 account--state appropriation is provided solely to implement Senate
13 Bill No. 5175 (retirement annual increases). If the bill is not
14 enacted by June 30, 2007, the amount provided in this subsection shall
15 lapse.

16 (8) \$200,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$250,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely to design a plan for the operation
19 of a universal voluntary retirement accounts program, and then seek
20 approval from the federal internal revenue service to offer the plan to
21 workers and employers in Washington on a tax qualified basis. Features
22 of Washington voluntary retirement accounts plan include a defined
23 contribution plan with a limited pre-selected menu of investment
24 options, administration by the department of retirement systems,
25 investment oversight by the state investment board, tax-deferred
26 payroll deductions, retirement account portability between jobs, and a
27 two-tier system with workplace based individual retirement accounts
28 open to all workers, and a deferred compensation 401(k)-type program or
29 SIMPLE IRA-type program open to all employers who choose to participate
30 for their employees. As part of this process, the director shall
31 consult with the department of financial institutions, the state
32 investment board, private sector retirement plan administrators and
33 providers and other relevant sectors of the financial services
34 industry, organizations promoting increased economic opportunities for
35 individuals, employers, workers, and any other individuals or entities
36 that the director determines relevant to the development of an
37 effective and efficient method for implementing and operating the
38 program. As part of this process, the director shall evaluate the most

1 efficient methods for providing this service and ways to avoid
2 competition with existing private sector vehicles. The director shall
3 undertake the legal and development work to determine how to implement
4 a universal voluntary retirement accounts program, managed through the
5 department of retirement systems directly or by contract. By December
6 1, 2008, the director shall report to the legislature on the program's
7 design and any required changes to state law that are necessary to
8 implement the program.

9 (9) \$81,000 of the department of retirement systems expense
10 account--state appropriation is provided solely for implementation of
11 House Bill No. 2887 (judges' service credit purchases). If the bill is
12 not enacted by June 30, 2008, the amount provided in this subsection
13 shall lapse.

14 (10) \$51,000 of the department of retirement systems expense
15 account--state appropriation is provided solely for implementation of
16 Second Substitute House Bill No. 3019 (partial year service credit for
17 school district employees). If the bill is not enacted by June 30,
18 2008, the amount provided in this subsection shall lapse.

19 (11) \$147,000 of the department of retirement systems expense
20 account--state appropriation is provided solely for implementation of
21 House Bill No. 3005 (transferring public employees' retirement system
22 plan 2 members to the school employees' retirement system plan 2). If
23 the bill is not enacted by June 30, 2008, the amount provided in this
24 subsection shall lapse.

25 **Sec. 127.** 2007 c 522 s 136 (uncodified) is amended to read as
26 follows:

27 **FOR THE DEPARTMENT OF REVENUE**

28 General Fund--State Appropriation (FY 2008)	((\$97,793,000))
29	<u>\$98,151,000</u>
30 General Fund--State Appropriation (FY 2009)	((\$101,158,000))
31	<u>\$106,762,000</u>
32 Timber Tax Distribution Account--State	
33 Appropriation	\$5,846,000
34 Waste Reduction/Recycling/Litter Control--State	
35 Appropriation	\$130,000
36 Waste Tire Removal Account--State Appropriation	\$2,000
37 Real Estate Excise Tax Grant Account--State	

1	Appropriation	\$3,900,000
2	State Toxics Control Account--State Appropriation	\$88,000
3	Oil Spill Prevention Account--State Appropriation	\$16,000
4	Pension Funding Stabilization Account	
5	Appropriation	\$2,370,000
6	TOTAL APPROPRIATION	(\$211,303,000)
7		<u>\$217,265,000</u>

8 The appropriations in this section are subject to the following
9 conditions and limitations:

10 (1) \$95,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$71,000 of the general fund--state appropriation for
12 fiscal year 2009 are for the implementation of Substitute House Bill
13 No. 1002 (taxation of vessels). If the bill is not enacted by June 30,
14 2007, the amounts in this subsection shall lapse.

15 (2) \$31,000 of the general fund--state appropriation for fiscal
16 year 2008 is for the implementation of Substitute House Bill No. 1891
17 (prescription drugs). If the bill is not enacted by June 30, 2007, the
18 amount in this subsection shall lapse.

19 (3)(a) \$50,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$25,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely to conduct a study of the taxation
22 of electronically delivered products. The legislature recognizes that
23 chapter . . . (Engrossed Substitute House Bill No. 1981), Laws of 2007,
24 relates to specific types of electronically delivered products and does
25 not address the taxation of numerous other types of electronically
26 delivered products. Therefore, a policy question remains concerning
27 the sales and use taxation of other electronically delivered products.

28 (b)(i) To perform the study, the department of revenue shall be
29 assisted by a committee. The committee shall include four legislative
30 members appointed as follows:

31 (A) The president of the senate shall appoint one member from each
32 of the two largest caucuses of the senate; and

33 (B) The speaker of the house of representatives shall appoint one
34 member from each of the two largest caucuses of the house of
35 representatives.

36 (ii) The department of revenue shall appoint additional members
37 with balanced representation from different segments of government and
38 industry, and shall consider representation from the following areas:

1 Small and large businesses that generate, deliver, or use
2 electronically delivered products; financial institutions; insurers;
3 persons with expertise in tax law in an academic or private sector
4 setting; and persons experienced in working with computers and
5 electronically delivered products. The department of revenue shall
6 appoint additional members from the department with expertise in the
7 excise taxation of electronically delivered products.

8 (iii) The committee shall choose its chair from among its
9 membership.

10 (iv) The department and committee shall review the following
11 issues: The provision of explicit statutory definitions for
12 electronically delivered products; the current excise tax treatment of
13 electronically delivered products in the state of Washington and other
14 states as well as the tax treatment of these products under the
15 streamlined sales and use tax agreement; the administration, costs, and
16 potential recipients of the tax exemptions provided in chapter . . .
17 (Engrossed Substitute House Bill No. 1981), Laws of 2007; and
18 alternatives to the excise taxation of electronically delivered
19 products.

20 (v) Legislative members of the committee are reimbursed for travel
21 expenses in accordance with RCW 44.04.120. Nonlegislative members of
22 the committee, except those representing an employer or organization,
23 are entitled to be reimbursed for travel expenses in accordance with
24 RCW 43.03.050 and 43.03.060.

25 (c) The department shall report its preliminary findings and
26 recommendations to the appropriate fiscal committees of the legislature
27 by November 30, 2007. The department shall provide the final report of
28 its findings and recommendations to the appropriate fiscal committees
29 of the legislature by September 1, 2008.

30 **Sec. 128.** 2007 c 522 s 137 (uncodified) is amended to read as
31 follows:

32 **FOR THE STATE INVESTMENT BOARD**

33 State Investment Board Expense Account--State

34 Appropriation	((\$19,266,000))
35	<u>\$24,468,000</u>

36 The appropriation in this section is subject to the following
37 conditions and limitations:

1 (1) \$2,500,000 of the state investment board expense account--state
2 appropriation is provided solely for development of an investment data
3 warehouse. This funding is intended to replace existing funding from
4 nonbudgeted funds, with the intent that further expenditures for this
5 project be made only by appropriation.

6 (2) \$1,791,000 of the state investment board expense account is
7 provided for compensation and incentives for investment officers. Of
8 this amount, \$852,000 is provided solely for implementation of
9 Substitute House Bill No. 3149 (state investment board personnel
10 compensation). The state investment board shall include funding for
11 any future salary increases authorized under RCW 43.33A.100 in the
12 agency's budget request submitted in accordance with chapter 43.88 RCW
13 in advance of granting related salary increases. The biennial salary
14 survey required under RCW 43.33A.100 shall also be provided to the
15 office of financial management and to the fiscal committees of the
16 legislature as part of the state investment board's biennial budget
17 submittal.

18 **Sec. 129.** 2007 c 522 s 139 (uncodified) is amended to read as
19 follows:

20 **FOR THE MUNICIPAL RESEARCH COUNCIL**

21	County Research Services Account--State Appropriation	\$847,000
22	City and Town Research Services--State	
23	Appropriation	\$4,458,000
24	General Fund--State Appropriation (FY 2008)	\$200,000
25	General Fund--State Appropriation (FY 2009)	(\$200,000)
26		\$225,000
27	TOTAL APPROPRIATION	(\$5,705,000)
28		\$5,730,000

29 The appropriations in this section are subject to the following
30 conditions and limitations: \$25,000 of the general fund--state
31 appropriation for fiscal year 2009 is provided solely for
32 implementation of Substitute House Bill No. 3274 (port district
33 contracting). If the bill is not enacted by June 30, 2008, the amount
34 provided in this subsection shall lapse.

35 **Sec. 130.** 2007 c 522 s 141 (uncodified) is amended to read as
36 follows:

1 **FOR THE DEPARTMENT OF GENERAL ADMINISTRATION**

2	General Fund--State Appropriation (FY 2008)	(((\$577,000))
3		<u>\$591,000</u>
4	General Fund--State Appropriation (FY 2009)	(((\$580,000))
5		<u>\$595,000</u>
6	General Fund--Federal Appropriation	\$3,655,000
7	General Administration Service Account--State	
8	Appropriation	(((\$34,951,000))
9		<u>\$37,379,000</u>
10	TOTAL APPROPRIATION	(((\$39,763,000))
11		<u>\$42,220,000</u>

12 The appropriations in this section are subject to the following
13 conditions and limitations:

14 ~~((+2))~~ (1) \$100,000 of the general fund--state appropriation for
15 fiscal year 2008 and \$100,000 of the general fund--state appropriation
16 for fiscal year 2009 are provided solely for the temporary emergency
17 food assistance program.

18 (2) Within the appropriations in this section sufficient funding is
19 provided to implement Second Substitute House Bill No. 1332 (affordable
20 housing).

21 (3) \$391,000 of the general administration services account--state
22 appropriation for fiscal year 2009 is provided solely for
23 implementation of costs associated with the planning of agency moves
24 out of the general administration building.

25 (4) During the 2007-09 biennium the department will not reduce
26 services or increase rates to state agencies. Furthermore, the
27 department shall work with the office of financial management in order
28 to end the practice of cross-subsidization between business lines
29 within the general administration services account. State agency rates
30 developed for the 2009-11 biennium must reflect the actual cost of
31 services provided to state agencies pursuant to RCW 39.34.130 and
32 federal rules. By August 31, 2008, the department shall submit to the
33 office of financial management and the fiscal committees of the
34 legislature balance sheets for each line of business that shall inform
35 the basis for agency rate development for the forthcoming biennium.

36 (5) The department shall submit a report to the office of financial
37 management and the fiscal committees of the legislature that responds
38 to each of the state auditor's motor pool audit recommendations by

1 August 31, 2008. This report shall consist of recommendations that
2 have been adopted by the department, progress made towards achieving
3 those recommendations not yet completed, and justification for why the
4 department is unable to fulfill any of the recommendations in the
5 report.

6 **Sec. 131.** 2007 c 522 s 142 (uncodified) is amended to read as
7 follows:

8 **FOR THE DEPARTMENT OF INFORMATION SERVICES**

9	General Fund--State Appropriation (FY 2008)	((\$5,102,000))
10		<u>\$2,762,000</u>
11	General Fund--State Appropriation (FY 2009)	((\$2,088,000))
12		<u>\$1,838,000</u>
13	General Fund--Federal Appropriation	((\$700,000))
14		<u>\$1,920,000</u>
15	((Health Services Account--State Appropriation (FY 2008)	\$1,000,000
16	Health Services Account--State Appropriation (FY 2009)	\$1,000,000
17	Public Safety and Education Account--State	
18	Appropriation (FY 2008)	\$695,000
19	Public Safety and Education Account--State	
20	Appropriation (FY 2009)	\$705,000
21	Data Processing Revolving Account--State	
22	Appropriation	\$6,400,000
23	TOTAL APPROPRIATION	((\$17,690,000))
24		<u>\$14,320,000</u>

25 The appropriations in this section are subject to the following
26 conditions and limitations:

27 (1) ~~((~~\$2,340,000~~ of the general fund state appropriation for~~
28 ~~fiscal year 2008 is provided solely to connect eastern state hospital~~
29 ~~to the integrated hospital information system, which is intended to~~
30 ~~improve operations and allow greater interactions between the hospital~~
31 ~~and community clinics, including electronic transmission of inpatient~~
32 ~~data to outpatient clinics that will provide care following discharge.~~
33 ~~Connection to this network will allow consultation with specialists and~~
34 ~~provide access to training for staff. Prior to any purchase of goods~~
35 ~~or services, a feasibility plan must be approved by the information~~
36 ~~services board.~~

1 ~~(2) — \$1,250,000))~~ \$1,000,000 of the general fund--state
2 appropriation for fiscal year 2009 is provided solely to support the
3 operations of the digital learning commons.

4 ~~((3) \$1,000,000 of the health services account appropriation for~~
5 ~~fiscal year 2008 and \$1,000,000 of the health services account~~
6 ~~appropriation for fiscal year 2009 are provided solely to conduct a~~
7 ~~pilot project to develop an emergency medical response health~~
8 ~~management record system. The department shall contract to provide~~
9 ~~health management record services, such as those developed with~~
10 ~~patients in Whatcom county, to provide integrated care management that~~
11 ~~are web services enabled. The record system developed by the pilot~~
12 ~~project will begin to provide services to emergency medical personnel~~
13 ~~within two years in at least King, Snohomish, Thurston, and Whatcom~~
14 ~~counties. The requirements of the pilot project contract shall require~~
15 ~~the initial development of specific evaluation criteria and a report on~~
16 ~~the performance of the system according to those criteria no later than~~
17 ~~June 30, 2009.~~

18 ~~(4))~~ (2) \$1,012,000 of the general fund--state appropriation for
19 fiscal year 2008 and \$338,000 of the general fund--state appropriation
20 for fiscal year 2009 are provided solely for an evaluation of the
21 information technology infrastructure capacity for institutions
22 operated by the department of social and health services, department of
23 veterans affairs, and department of corrections. The evaluation will
24 detail the status of the participating institutions' infrastructure and
25 recommend an improvement strategy that includes the use of electronic
26 medical records. The department shall report back to the appropriate
27 committees of the legislature on its findings by January 1, 2009.

28 ~~((5))~~ (3) \$250,000 of the general fund--state appropriation for
29 fiscal year 2008 and \$250,000 of the general fund--state appropriation
30 for fiscal year 2009 are provided solely for deposit into the data
31 processing revolving account.

32 **Sec. 132.** 2007 c 522 s 143 (uncodified) is amended to read as
33 follows:

34 **FOR THE INSURANCE COMMISSIONER**

35	General Fund--Federal Appropriation	\$1,574,000
36	Insurance Commissioners Regulatory Account--State	
37	Appropriation	((\$45,340,000))

1		\$46,486,000
2	TOTAL APPROPRIATION	((\$46,914,000))
3		<u>\$48,060,000</u>

4 The appropriations in this section are subject to the following
5 conditions and limitations:

6 (1) \$464,000 of the insurance commissioners regulatory account--
7 state appropriation is provided solely for implementation of Engrossed
8 Substitute Senate Bill No. 5717 (market conduct oversight). If the
9 bill is not enacted by June 30, 2007, the amount provided in this
10 subsection shall lapse.

11 (2) \$71,000 of the insurance commissioners regulatory account--
12 state appropriation is provided solely for the implementation of
13 section 17 (reduce health care administrative costs) in accordance with
14 Senate Bill No. 5930 (blue ribbon commission on health care). If the
15 section is not enacted by June 30, 2007, the amount provided in this
16 subsection shall lapse.

17 (3) \$613,000 of the insurance commissioners regulatory account--
18 state appropriation for fiscal year 2009 is provided solely for
19 implementation of House Bill No. 3067 (life settlements model act). If
20 the bill is not enacted by June 30, 2008, the amount provided in this
21 subsection shall lapse.

22 (4) \$286,000 of the insurance commissioner's regulatory account--
23 state appropriation for fiscal year 2009 is provided solely for the
24 insurance commissioner to convene a work group of health care
25 providers, carriers, and payers, to identify and develop strategies to
26 achieve savings through streamlining administrative requirements and
27 procedures, as recommended in the report submitted pursuant to section
28 17, chapter 259, Laws of 2007. By December 1, 2008, the commissioner
29 shall submit a report to the governor and the legislature that
30 identifies the five highest priority goals for achieving significant
31 efficiencies and reducing health care administrative costs, and a plan
32 to accomplish these goals.

33 **Sec. 133.** 2007 c 522 s 147 (uncodified) is amended to read as
34 follows:

35 **FOR THE LIQUOR CONTROL BOARD**

36	General Fund--State Appropriation (FY 2008)	\$1,910,000
37	General Fund--State Appropriation (FY 2009)	\$1,953,000

1	Liquor Control Board Construction and Maintenance	
2	Account--State Appropriation	((\$8,517,000))
3		<u>\$13,430,000</u>
4	Liquor Revolving Account--State Appropriation	((\$195,858,000))
5		<u>\$174,519,000</u>
6	TOTAL APPROPRIATION	((\$208,238,000))
7		<u>\$191,812,000</u>

8 The appropriations in this section are subject to the following
9 conditions and limitations:

10 (1) \$91,000 of the liquor revolving account--state appropriation is
11 provided solely for the implementation of Engrossed Second Substitute
12 Senate Bill No. 5859 (retail liquor licenses). If the bill is not
13 enacted by June 30, 2007, the amount provided in this subsection shall
14 lapse.

15 (2) \$2,070,000 of the liquor revolving account--state appropriation
16 is provided solely for the liquor control board to operate an
17 additional 29 state stores on Sundays by September 1, 2007. The board
18 shall determine the impacts on sales as a result of operating the
19 additional stores on Sunday. In doing so, the liquor control board
20 shall also examine the sales of state and contract liquor stores in
21 proximity to those stores opened on Sundays to determine whether Sunday
22 openings have reduced the sales of other state and contract liquor
23 stores that are not open on Sundays. The board shall present this
24 information to the appropriate policy and fiscal committees of the
25 legislature by January 31, 2009.

26 **Sec. 134.** 2007 c 522 s 149 (uncodified) is amended to read as
27 follows:

28 **FOR THE UTILITIES AND TRANSPORTATION COMMISSION**

29	General Fund--State Appropriation (FY 2008)	\$160,000
30	Public Service Revolving Account--State	
31	Appropriation	((\$31,403,000))
32		<u>\$31,407,000</u>
33	Pipeline Safety Account--State Appropriation	\$3,195,000
34	Pipeline Safety Account--Federal Appropriation	\$1,535,000
35	TOTAL APPROPRIATION	((\$36,293,000))
36		<u>\$36,297,000</u>

1 The appropriations in this section are subject to the following
2 conditions and limitations:

3 (1) In accordance with RCW 81.66.030, it is the policy of the state
4 of Washington that the costs of regulating the companies transporting
5 persons with special needs shall be borne by those companies. For each
6 company or class of companies covered by RCW 81.66.030, the commission
7 shall set fees at levels sufficient to fully cover the cost of
8 supervising and regulating the companies or classes of companies.
9 Pursuant to RCW 43.135.055, during the 2007-2009 fiscal biennium, the
10 commission may increase fees in excess of the fiscal growth factor if
11 the increases are necessary to fully fund the cost of supervision and
12 regulation.

13 (2) In accordance with RCW 81.70.350, it is the policy of the state
14 of Washington that the cost of regulating charter party carrier and
15 excursion service carriers shall be borne by those entities. For each
16 charter party carrier and excursion service carrier covered by RCW
17 81.70.350, the commission shall set fees at levels sufficient to fully
18 cover the cost of supervising and regulating such carriers. Pursuant
19 to RCW 43.135.055, during the 2007-2009 fiscal biennium, the commission
20 may increase fees in excess of the fiscal growth factor if the
21 increases are necessary to fully fund the cost of the program's
22 supervision and regulation.

23 (3) The general fund--state appropriation for fiscal year 2008 is
24 provided solely to conduct a survey to identify factors preventing the
25 widespread availability and use of broadband technologies. The survey
26 must collect and interpret reliable geographic, demographic, cultural,
27 and telecommunications technology information to identify broadband
28 disparities in the state. The commission shall consult appropriate
29 stakeholders in designing the survey. The names and identification
30 data of any person, household, or business participating in the survey
31 are exempt from public disclosure under chapter 42.56 RCW. The
32 commission shall report its finding to the appropriate legislative
33 committees by December 31, 2007.

34 **Sec. 135.** 2007 c 522 s 150 (uncodified) is amended to read as
35 follows:

36 **FOR THE MILITARY DEPARTMENT**

37 General Fund--State Appropriation (FY 2008) (~~(\$11,439,000)~~)

1		<u>\$12,430,000</u>
2	General Fund--State Appropriation (FY 2009)	((\$11,812,000))
3		<u>\$13,170,000</u>
4	General Fund--Federal Appropriation	((\$107,611,000))
5		<u>\$129,634,000</u>
6	General Fund--Private/Local Appropriation	\$2,000
7	Enhanced 911 Account--State Appropriation	\$42,114,000
8	Disaster Response Account--State Appropriation	((\$12,852,000))
9		<u>\$23,154,000</u>
10	Disaster Response Account--Federal Appropriation	((\$55,553,000))
11		<u>\$86,757,000</u>
12	Military Department Rent and Lease Account--State	
13	Appropriation	((\$374,000))
14		<u>\$814,000</u>
15	Worker and Community Right-to-Know Account--State	
16	Appropriation	\$341,000
17	Nisqually Earthquake Account--State Appropriation	\$556,000
18	Nisqually Earthquake Account--Federal Appropriation	\$1,269,000
19	TOTAL APPROPRIATION	((\$243,923,000))
20		<u>\$310,241,000</u>

21 The appropriations in this section are subject to the following
22 conditions and limitations:

23 (1) ((~~\$12,924,000~~)) \$27,852,000 of the disaster response account--
24 state appropriation and ((~~\$55,769,000~~)) \$100,553,000 of the disaster
25 response account--federal appropriation may be spent only on disasters
26 declared by the governor and with the approval of the office of
27 financial management. The military department shall submit a report
28 quarterly to the office of financial management and the legislative
29 fiscal committees detailing information on the disaster response
30 account, including: (a) The amount and type of deposits into the
31 account; (b) the current available fund balance as of the reporting
32 date; and (c) the projected fund balance at the end of the 2007-2009
33 biennium based on current revenue and expenditure patterns.

34 (2) \$556,000 of the Nisqually earthquake account--state
35 appropriation and \$1,269,000 of the Nisqually earthquake account--
36 federal appropriation are provided solely for response and recovery
37 costs associated with the February 28, 2001, earthquake. The military
38 department shall submit a report quarterly to the office of financial

1 management and the legislative fiscal committees detailing earthquake
2 recovery costs, including: (a) Estimates of total costs; (b)
3 incremental changes from the previous estimate; (c) actual
4 expenditures; (d) estimates of total remaining costs to be paid; and
5 (e) estimates of future payments by biennium. This information shall
6 be displayed by fund, by type of assistance, and by amount paid on
7 behalf of state agencies or local organizations. The military
8 department shall also submit a report quarterly to the office of
9 financial management and the legislative fiscal committees detailing
10 information on the Nisqually earthquake account, including: (a) The
11 amount and type of deposits into the account; (b) the current available
12 fund balance as of the reporting date; and (c) the projected fund
13 balance at the end of the 2007-2009 biennium based on current revenue
14 and expenditure patterns.

15 (3) \$61,000,000 of the general fund--federal appropriation is
16 provided solely for homeland security, subject to the following
17 conditions:

18 (a) Any communications equipment purchased by local jurisdictions
19 or state agencies shall be consistent with standards set by the
20 Washington state interoperability executive committee;

21 (b) This amount shall not be allotted until a spending plan is
22 reviewed by the governor's domestic security advisory group and
23 approved by the office of financial management;

24 (c) The department shall submit a quarterly report to the office of
25 financial management and the legislative fiscal committees detailing
26 the governor's domestic security advisory group recommendations;
27 homeland security revenues and expenditures, including estimates of
28 total federal funding for the state; incremental changes from the
29 previous estimate, planned and actual homeland security expenditures by
30 the state and local governments with this federal funding; and matching
31 or accompanying state or local expenditures; and

32 (d) The department shall submit a report by December 1st of each
33 year to the office of financial management and the legislative fiscal
34 committees detailing homeland security revenues and expenditures for
35 the previous fiscal year by county and legislative district.

36 (4) Within the funds appropriated in this section, the department
37 shall implement Substitute House Bill No. 1507 (uniformed service
38 shared leave).

1 (5) \$1,000,000 of the general fund--state appropriation for fiscal
2 year 2008 and (~~(\$1,000,000)~~) \$1,500,000 of the general fund--state
3 appropriation for fiscal year 2009 are provided solely for the military
4 department to contract with the Washington information network 2-1-1 to
5 operate a statewide 2-1-1 system. The department shall provide the
6 entire amount for 2-1-1 and shall not take any of the funds for
7 administrative purposes.

8 (6) Within the appropriation in this section sufficient funding is
9 provided to implement Substitute House Bill No. 1675 (public notices).

10 **Sec. 136.** 2007 c 522 s 151 (uncodified) is amended to read as
11 follows:

12 **FOR THE PUBLIC EMPLOYMENT RELATIONS COMMISSION**

13	General Fund--State Appropriation (FY 2008)	((\$3,246,000))
14		<u>\$3,247,000</u>
15	General Fund--State Appropriation (FY 2009)	((\$3,353,000))
16		<u>\$3,354,000</u>
17	Department of Personnel Service Account--State	
18	Appropriation	\$3,315,000
19	TOTAL APPROPRIATION	((\$9,914,000))
20		<u>\$9,916,000</u>

21 The appropriations in this section are subject to the following
22 conditions and limitations: \$112,000 of the general fund--state
23 appropriation for fiscal year 2008 and \$107,000 of the general fund--
24 state appropriation for fiscal year 2009 are provided solely for
25 implementation of Substitute House Bill No. 2361 (higher education
26 exempt employees). If the bill is not enacted by June 30, 2007, the
27 amounts provided in this subsection shall lapse.

28 **Sec. 137.** 2007 c 522 s 152 (uncodified) is amended to read as
29 follows:

30 **FOR THE DEPARTMENT OF ARCHAEOLOGY AND HISTORIC PRESERVATION**

31	General Fund--State Appropriation (FY 2008)	((\$1,087,000))
32		<u>\$1,114,000</u>
33	General Fund--State Appropriation (FY 2009)	((\$1,033,000))
34		<u>\$1,776,000</u>
35	General Fund--Federal Appropriation	\$1,651,000
36	General Fund--Private/Local Appropriation	\$14,000

1 TOTAL APPROPRIATION ((~~\$3,785,000~~))
2 \$4,555,000

3 The appropriations in this section are subject to the following
4 conditions and limitations:

5 (1) \$30,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$30,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely to implement Substitute House Bill
8 No. 2115 (heritage barn preservation). If the bill is not enacted by
9 June 30, 2007, the amounts provided in this subsection shall lapse.

10 (2) \$571,000 of the general fund--state appropriation for fiscal
11 year 2009 and \$500,000 of the nonappropriated skeletal human remains
12 assistance account are provided solely for implementation of Engrossed
13 Second Substitute House Bill No. 2624 (human remains). If the bill is
14 not enacted by June 30, 2008, the amounts provided in this subsection
15 shall lapse.

16 **Sec. 138.** 2007 c 522 s 153 (uncodified) is amended to read as
17 follows:

18 **FOR THE GROWTH MANAGEMENT HEARINGS BOARD**
19 General Fund--State Appropriation (FY 2008) ((~~\$1,890,000~~))
20 \$1,893,000
21 General Fund--State Appropriation (FY 2009) ((~~\$1,942,000~~))
22 \$1,953,000
23 TOTAL APPROPRIATION ((~~\$3,832,000~~))
24 \$3,846,000

25 **Sec. 139.** 2007 c 522 s 154 (uncodified) is amended to read as
26 follows:

27 **FOR THE STATE CONVENTION AND TRADE CENTER**
28 State Convention and Trade Center Account--State
29 Appropriation ((~~\$36,910,000~~))
30 \$44,773,000
31 State Convention and Trade Center Operating
32 Account--State Appropriation \$53,750,000
33 TOTAL APPROPRIATION ((~~\$90,660,000~~))
34 \$98,523,000

(End of part)

PART II
HUMAN SERVICES

Sec. 201. 2007 c 522 s 201 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES. (1)

Appropriations made in this act to the department of social and health services shall initially be allotted as required by this act. Subsequent allotment modifications shall not include transfers of moneys between sections of this act except as expressly provided in this act, nor shall allotment modifications permit moneys that are provided solely for a specified purpose to be used for other than that purpose.

(2) The department of social and health services shall not initiate any services that require expenditure of state general fund moneys unless expressly authorized in this act or other law. The department may seek, receive, and spend, under RCW 43.79.260 through 43.79.282, federal moneys not anticipated in this act as long as the federal funding does not require expenditure of state moneys for the program in excess of amounts anticipated in this act. If the department receives unanticipated unrestricted federal moneys, those moneys shall be spent for services authorized in this act or in any other legislation providing appropriation authority, and an equal amount of appropriated state general fund moneys shall lapse. Upon the lapsing of any moneys under this subsection, the office of financial management shall notify the legislative fiscal committees. As used in this subsection, "unrestricted federal moneys" includes block grants and other funds that federal law does not require to be spent on specifically defined projects or matched on a formula basis by state funds.

(3) The appropriations to the department of social and health services in this act shall be expended for the programs and in the amounts specified in this act.

(4) The department is authorized to develop an integrated health care program designed to slow the progression of illness and disability and better manage medicaid expenditures for the aged and disabled population. Under this Washington medicaid integration partnership (WMIP), the department may combine and transfer such medicaid funds

1 appropriated under sections 204, 206, 208, and 209 of this act as may
2 be necessary to finance a unified health care plan for the WMIP program
3 enrollment. The WMIP pilot projects shall not exceed a daily
4 enrollment of 13,000 persons during the 2007-2009 biennium. The amount
5 of funding assigned to the pilot projects from each program may not
6 exceed the average per capita cost assumed in this act for individuals
7 covered by that program, actuarially adjusted for the health condition
8 of persons enrolled in the pilot project, times the number of clients
9 enrolled in the pilot project. In implementing the WMIP pilot
10 projects, the department may: (a) Withhold from calculations of
11 "available resources" as set forth in RCW 71.24.025 a sum equal to the
12 capitated rate for individuals enrolled in the pilots; and (b) employ
13 capitation financing and risk-sharing arrangements in collaboration
14 with health care service contractors licensed by the office of the
15 insurance commissioner and qualified to participate in both the
16 medicaid and medicare programs. The department shall conduct an
17 evaluation of the WMIP, measuring changes in participant health
18 outcomes, changes in patterns of service utilization, participant
19 satisfaction, participant access to services, and the state fiscal
20 impact.

21 (5)(a) The appropriations to the department of social and health
22 services in this act shall be expended for the programs and in the
23 amounts specified in this act. However, after May 1, 2008, unless
24 specifically prohibited by this act, the department may transfer
25 general fund--state appropriations for fiscal year 2008 among programs
26 after approval by the director of financial management. However, the
27 department shall not transfer state moneys that are provided solely for
28 a specified purpose except as expressly provided in (b) of this
29 subsection.

30 (b) To the extent that transfers under (a) of this subsection are
31 insufficient to fund actual expenditures in excess of fiscal year 2008
32 caseload forecasts and utilization assumptions in the medical
33 assistance, long-term care, foster care, adoption support, and child
34 support programs, the department may transfer state moneys that are
35 provided solely for a specified purpose. The department shall not
36 transfer funds, and the director of financial management shall not
37 approve the transfer, unless the transfer is consistent with the
38 objective of conserving, to the maximum extent possible, the

1 expenditure of state funds. The director of financial management shall
2 notify the appropriate fiscal committees of the senate and house of
3 representatives in writing seven days prior to approving any allotment
4 modifications or transfers under this subsection. The written
5 notification shall include a narrative explanation and justification of
6 the changes, along with expenditures and allotments by budget unit and
7 appropriation, both before and after any allotment modifications or
8 transfers.

9 **Sec. 202.** 2007 c 522 s 202 (uncodified) is amended to read as
10 follows:

11 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--CHILDREN AND FAMILY**
12 **SERVICES PROGRAM**

13	General Fund--State Appropriation (FY 2008)	((\$313,898,000))
14		<u>\$316,725,000</u>
15	General Fund--State Appropriation (FY 2009)	((\$327,462,000))
16		<u>\$348,814,000</u>
17	General Fund--Federal Appropriation	((\$468,668,000))
18		<u>\$492,069,000</u>
19	General Fund--Private/Local Appropriation	((\$500,000))
20		<u>\$2,187,000</u>
21	Domestic Violence Prevention Account--State	
22	Appropriation	\$1,000,000
23	Public Safety and Education Account--State	
24	Appropriation (FY 2008)	\$3,251,000
25	Public Safety and Education Account--State	
26	Appropriation (FY 2009)	\$3,254,000
27	Violence Reduction and Drug Enforcement Account--State	
28	Appropriation (FY 2008)	\$2,934,000
29	Violence Reduction and Drug Enforcement Account--State	
30	Appropriation (FY 2009)	\$2,934,000
31	Pension Funding Stabilization Account--State	
32	Appropriation	\$2,298,000
33	TOTAL APPROPRIATION	((\$1,126,199,000))
34		<u>\$1,175,466,000</u>

35 The appropriations in this section are subject to the following
36 conditions and limitations:

1 (1) \$3,063,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$3,063,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for the category of services
4 titled "intensive family preservation services."

5 (2) \$945,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$993,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely to contract for the operation of
8 one pediatric interim care facility. The facility shall provide
9 residential care for up to seventeen children through two years of age.
10 Seventy-five percent of the children served by the facility must be in
11 need of special care as a result of substance abuse by their mothers.
12 The facility shall also provide on-site training to biological,
13 adoptive, or foster parents. The facility shall provide at least three
14 months of consultation and support to parents accepting placement of
15 children from the facility. The facility may recruit new and current
16 foster and adoptive parents for infants served by the facility. The
17 department shall not require case management as a condition of the
18 contract.

19 (3) \$375,000 of the general fund--state appropriation for fiscal
20 year 2008, \$375,000 of the general fund--state appropriation for fiscal
21 year 2009, and \$322,000 of the general fund--federal appropriation are
22 provided solely for up to three nonfacility-based programs for the
23 training, consultation, support, and recruitment of biological, foster,
24 and adoptive parents of children through age three in need of special
25 care as a result of substance abuse by their mothers, except that each
26 program may serve up to three medically fragile nonsubstance-abuse-
27 affected children. In selecting nonfacility-based programs, preference
28 shall be given to programs whose federal or private funding sources
29 have expired or that have successfully performed under the existing
30 pediatric interim care program.

31 (4) \$125,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$125,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely for a foster parent retention
34 program. This program is directed at foster parents caring for
35 children who act out sexually.

36 (5) The providers for the 31 HOPE beds shall be paid a (~~(\$1,000)~~)
37 \$1,020 base payment per bed per month, and reimbursed for the remainder
38 of the bed cost only when the beds are occupied.

1 (6) Within amounts provided for the foster care and adoption
2 support programs, the department shall control reimbursement decisions
3 for foster care and adoption support cases such that the aggregate
4 average cost per case for foster care and for adoption support does not
5 exceed the amounts assumed in the projected caseload expenditures.

6 (7) Within amounts appropriated in this section, priority shall be
7 given to proven intervention models, including evidence-based
8 prevention and early intervention programs identified by the Washington
9 state institute for public policy and the department. The department
10 shall include information on the number, type, and outcomes of the
11 evidence-based programs being implemented in its reports on child
12 welfare reform efforts.

13 (8) \$500,000 of the general fund--state appropriation for fiscal
14 year 2008, \$500,000 of the general fund--state appropriation for fiscal
15 year 2009, and \$429,000 of the general fund--federal appropriation are
16 provided solely to increase services provided through children's
17 advocacy centers.

18 (9) \$50,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$50,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely for a street youth program in
21 Spokane.

22 (10) \$41,000 of the general fund--state appropriation for fiscal
23 year 2008, (~~(\$49,000)~~) \$37,000 of the general fund--state appropriation
24 for fiscal year 2009, and (~~(\$41,000)~~) \$34,000 of the general fund--
25 federal appropriation are provided solely for the implementation of
26 Substitute House Bill No. 1472 (child welfare). (~~(If the bill is not
27 enacted by June 30, 2007, the amounts provided in this subsection shall
28 lapse.)~~)

29 (11) \$858,000 of the general fund--state appropriation for fiscal
30 year 2008, \$809,000 of the general fund--state appropriation for fiscal
31 year 2009, and \$715,000 of the general fund--federal appropriation are
32 provided solely to implement Engrossed Substitute Senate Bill No. 5774
33 (background checks), including sections 6 and 7. If the bill is not
34 enacted by June 30, 2007, the amounts provided in this subsection shall
35 lapse.

36 (12) \$4,962,000 of the general fund--state appropriation for fiscal
37 year 2008, \$4,586,000 of the general fund--state appropriation for

1 fiscal year 2009, and \$9,548,000 of the general fund--federal
2 appropriation are provided solely for development and implementation of
3 a statewide automated child welfare information system.

4 (13) \$126,000 of the general fund--state appropriation for fiscal
5 year 2009 and \$55,000 of the general fund--federal appropriation are
6 provided solely to implement Substitute Senate Bill No. 5321 (child
7 welfare). If the bill is not enacted by June 30, 2007, the amounts
8 provided in this subsection shall lapse.

9 (14) \$707,000 of the general fund--state appropriation for fiscal
10 year 2008, \$680,000 of the general fund--state appropriation for fiscal
11 year 2009, and \$594,000 of the general fund--federal appropriation are
12 provided solely for the implementation of Second Substitute House Bill
13 No. 1334 (child welfare proceedings). If the bill is not enacted by
14 June 30, 2007, the amounts provided in this subsection shall lapse.

15 (15) \$2,237,000 of the general fund--state appropriation for fiscal
16 year 2008, \$2,238,000 of the general fund--state appropriation for
17 fiscal year 2009, and \$1,918,000 of the general fund--federal
18 appropriation are provided solely for the implementation of Substitute
19 House Bill No. 1333 (child welfare). If the bill is not enacted by
20 June 30, 2007, the amounts provided in this subsection shall lapse.

21 (16) \$137,000 of the general fund--state appropriation for fiscal
22 year 2008, \$137,000 of the general fund--state appropriation for fiscal
23 year 2009, and \$118,000 of the general fund--federal appropriation are
24 provided solely for implementation of Substitute House Bill No. 1287
25 (foster children). If the bill is not enacted by June 30, 2007, the
26 amounts provided in this subsection shall lapse.

27 (17) \$50,000 of the general fund--state appropriation for fiscal
28 year 2008 is provided solely for the department to contract with the
29 Washington state institute for public policy to study evidence-based,
30 cost-effective programs and policies to reduce the likelihood of
31 children entering and remaining in the child welfare system, including
32 both prevention and intervention programs. If the department does not
33 receive \$100,000 in matching funds from a private organization for the
34 purpose of conducting this study, the amount provided in this
35 subsection shall lapse. The study shall be completed by April 30,
36 2008. The department shall cooperate with the institute in
37 facilitating access to data in their administrative systems. The board

1 of the Washington state institute for public policy may adjust the due
2 date for this project as necessary to efficiently manage workload.

3 (18) \$103,000 of the general fund--state appropriation for fiscal
4 year 2008, (~~(\$98,000)~~) \$407,000 of the general fund--state
5 appropriation for fiscal year 2009, and (~~(\$201,000)~~) \$48,000 of the
6 general fund--federal appropriation are provided solely for
7 implementation of Engrossed Substitute House Bill No. 1131 (passport to
8 college). This includes funding to develop, implement, and administer
9 a program of educational transition planning for youth in foster care
10 as specified in the bill. If the bill is not enacted by June 30, 2007,
11 the amounts provided in this subsection shall lapse.

12 (19) The department shall continue spending levels for continuum of
13 care in region one at the same level allotted during the 2005-2007
14 biennium.

15 (20) Within the amounts provided, the department shall develop and
16 implement a two-tiered reimbursement rate schedule for children from
17 birth through twenty-four months of age and children twenty-five months
18 of age through age five served by the medicaid treatment child care
19 program. The department shall work in collaboration with contracted
20 providers of the program to develop the rate schedule, taking into
21 consideration such factors as higher staff level and small group size
22 requirements for each age group. The department shall implement the
23 rate schedule no later than January 1, 2008, and neither reimbursement
24 rate in the two-tiered schedule shall be lower than the reimbursement
25 rate level from the 2007 fiscal year.

26 (21) \$60,000 of the general fund--state appropriation for fiscal
27 year 2008, \$20,000 of the general fund--state appropriation for fiscal
28 year 2009, and \$35,000 of the general fund--federal appropriation are
29 provided solely for implementation of Engrossed Substitute House Bill
30 No. 1624 (child welfare). If the bill is not enacted by June 30, 2007,
31 the amounts provided in this subsection shall lapse.

32 (22) \$49,000 of the general fund--state appropriation for fiscal
33 year 2008, \$24,000 of the general fund--state appropriation for fiscal
34 year 2009, and \$35,000 of the general fund--federal appropriation are
35 provided solely for the implementation of chapter 384, Laws of 2007.

36 (23) \$857,000 of the general fund--state appropriation for fiscal
37 year 2009 and \$140,000 of the general fund--federal appropriation are

1 provided solely for implementation of Engrossed Second Substitute House
2 Bill No. 3145 (foster parent licensing). If the bill is not enacted by
3 June 30, 2008, the amount provided in this subsection shall lapse.

4 (24) \$70,000 of the general fund--state appropriation for fiscal
5 year 2009 and \$38,000 of the general fund--federal appropriation are
6 provided solely for implementation of Substitute House Bill No. 2679
7 (students in foster care). If the bill is not enacted by June 30,
8 2008, the amount provided in this subsection shall lapse.

9 (25) \$535,000 of the general fund--state appropriation for fiscal
10 year 2009 and \$251,000 of the general fund--federal appropriation are
11 provided solely for implementation of Engrossed Second Substitute House
12 Bill No. 3205 (child long-term well-being). If the bill is not enacted
13 by June 30, 2008, the amount provided in this subsection shall lapse.

14 (26) \$100,000 of the general fund--state appropriation for fiscal
15 year 2009 is provided solely for a pilot program to colocate a domestic
16 violence advocate in at least one office of the children's
17 administration.

18 **Sec. 203.** 2007 c 522 s 203 (uncodified) is amended to read as
19 follows:

20 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--JUVENILE**
21 **REHABILITATION PROGRAM**

22	General Fund--State Appropriation (FY 2008)	((\$87,795,000))
23		<u>\$87,822,000</u>
24	General Fund--State Appropriation (FY 2009)	((\$91,182,000))
25		<u>\$90,800,000</u>
26	General Fund--Federal Appropriation	((\$5,799,000))
27		<u>\$5,682,000</u>
28	General Fund--Private/Local Appropriation	((\$1,098,000))
29		<u>\$1,898,000</u>
30	Reinvesting in Youth--State Appropriation	\$1,414,000
31	Washington Auto Theft Prevention Authority Account--	
32	State Appropriation	\$171,000
33	Violence Reduction and Drug Enforcement Account--State	
34	Appropriation (FY 2008)	((\$21,458,000))
35		<u>\$21,975,000</u>
36	Violence Reduction and Drug Enforcement Account--State	
37	Appropriation (FY 2009)	((\$21,568,000))

1		<u>\$22,085,000</u>
2	Juvenile Accountability Incentive Account--Federal	
3	Appropriation	\$2,510,000
4	Pension Funding Stabilization Account--State	
5	Appropriation	\$2,200,000
6	TOTAL APPROPRIATION	((\$235,195,000))
7		<u>\$236,557,000</u>

8 The appropriations in this section are subject to the following
9 conditions and limitations:

10 (1) \$353,000 of the violence reduction and drug enforcement account
11 appropriation for fiscal year 2008 and \$353,000 of the violence
12 reduction and drug enforcement account appropriation for fiscal year
13 2009 are provided solely for deposit in the county criminal justice
14 assistance account for costs to the criminal justice system associated
15 with the implementation of chapter 338, Laws of 1997 (juvenile code
16 revisions). The amounts provided in this subsection are intended to
17 provide funding for county adult court costs associated with the
18 implementation of chapter 338, Laws of 1997 and shall be distributed in
19 accordance with RCW 82.14.310.

20 (2) \$3,078,000 of the violence reduction and drug enforcement
21 account appropriation and \$500,000 of the general fund--state
22 appropriation for fiscal year 2008 and \$3,078,000 of the violence
23 reduction and drug enforcement account appropriation and \$500,000 of
24 the general fund--state appropriation for fiscal year 2009 are provided
25 solely for the implementation of chapter 338, Laws of 1997 (juvenile
26 code revisions). The amounts provided in this subsection are intended
27 to provide funding for county impacts associated with the
28 implementation of chapter 338, Laws of 1997 and shall be distributed to
29 counties as prescribed in the current consolidated juvenile services
30 (CJS) formula.

31 (3) \$1,030,000 of the general fund--state appropriation and
32 \$2,686,000 of the violence reduction and drug enforcement account
33 appropriation for fiscal year 2008 and \$1,030,000 of the general fund--
34 state appropriation and \$2,686,000 of the violence reduction and drug
35 enforcement account appropriation for fiscal year 2009 are provided
36 solely to implement community juvenile accountability grants pursuant
37 to chapter 338, Laws of 1997 (juvenile code revisions). Funds provided

1 in this subsection may be used solely for community juvenile
2 accountability grants, administration of the grants, and evaluations of
3 programs funded by the grants.

4 (4) \$1,506,000 of the violence reduction and drug enforcement
5 account appropriation for fiscal year 2008 and \$1,506,000 of the
6 violence reduction and drug enforcement account appropriation for
7 fiscal year 2009 are provided solely to implement alcohol and substance
8 abuse treatment programs for locally committed offenders. The juvenile
9 rehabilitation administration shall award these moneys on a competitive
10 basis to counties that submitted a plan for the provision of services
11 approved by the division of alcohol and substance abuse. The juvenile
12 rehabilitation administration shall develop criteria for evaluation of
13 plans submitted and a timeline for awarding funding and shall assist
14 counties in creating and submitting plans for evaluation.

15 (5) \$2,669,000 of the general fund--state appropriation for fiscal
16 year 2008 and \$3,066,000 of the general fund--state appropriation for
17 fiscal year 2009 are provided solely for grants to county juvenile
18 courts for the following programs identified by the Washington state
19 institute for public policy (institute) in its October 2006 report:
20 "Evidence-Based Public Policy Options to Reduce Future Prison
21 Construction, Criminal Justice Costs and Crime Rates": Functional
22 family therapy, multi-systemic therapy, aggression replacement training
23 and interagency coordination programs or other programs with a positive
24 benefit-cost finding in the institute's report. County juvenile courts
25 shall apply to the juvenile rehabilitation administration for funding
26 for program-specific participation and the administration shall provide
27 grants to the courts consistent with the per-participant treatment
28 costs identified by the institute.

29 (6) \$1,287,000 of the general fund--state appropriation for fiscal
30 year 2008 and \$1,287,000 of the general fund--state appropriation for
31 fiscal year 2009 are provided solely for expansion of the following
32 treatments and therapies in juvenile rehabilitation administration
33 programs identified by the Washington state institute for public policy
34 in its October 2006 report: "Evidence-Based Public Policy Options to
35 Reduce Future Prison Construction, Criminal Justice Costs and Crime
36 Rates": Multidimensional treatment foster care, family integrated
37 transitions and aggression replacement training. The administration

1 may concentrate delivery of these treatments and therapies at a limited
2 number of programs to deliver the treatments in a cost-effective
3 manner.

4 (7) The juvenile rehabilitation administration shall provide a
5 block grant, rather than categorical funding, of consolidated juvenile
6 services funds, community juvenile accountability act grants, the
7 chemically dependent disposition alternative, and the special sex
8 offender disposition to county juvenile courts, or groups of courts,
9 including the Pierce county juvenile court. The juvenile
10 rehabilitation administration and the family policy council shall
11 jointly write criteria for awarding and administering block grants to
12 county juvenile courts. In developing the criteria, the juvenile
13 rehabilitation administration and the family policy council shall seek
14 the advice of the Washington state institute for public policy. The
15 criteria shall address, but not be limited to:

16 (a) The selection of courts for participation in the block grant;

17 (b) The types of evidence-based programs and practices to which the
18 funds will be applied. The evidence-based programs and practices shall
19 either be consistent with those cost-beneficial options identified by
20 the Washington state institute for public policy in its October 2006
21 report: "Evidence-Based Public Policy Options to Reduce Future Prison
22 Construction, Criminal Justice Costs and Crime Rates," or be new
23 approaches that have the potential to demonstrate positive returns for
24 the taxpayer; and

25 (c) The protocols for participating courts to collect information
26 on the effectiveness of programs funded under the block grant,
27 including: (i) Developing intermediate client outcomes based on the
28 risk assessment tool currently used by juvenile courts and in
29 coordination with the juvenile rehabilitation administration; (ii)
30 reporting treatment outcomes including a process evaluation to the
31 juvenile rehabilitation administration and the family policy council by
32 June 20, 2008, and an outcome evaluation of recidivism and benefit-cost
33 results submitted within eighteen months of the initiation of the
34 treatment, when follow-up data are available. The courts shall develop
35 these evaluations in consultation with the juvenile rehabilitation
36 administration, the family policy council, and the Washington state
37 institute for public policy; and (iii) documenting the process for

1 managing block grant funds on a quarterly basis and provide this report
2 to the juvenile rehabilitation administration and the family policy
3 council.

4 (8) \$73,000 of the Washington auto theft prevention authority
5 account--state appropriation for fiscal year 2008 and \$98,000 of the
6 Washington auto theft prevention authority account--state appropriation
7 for fiscal year 2009 are provided solely for the implementation of
8 Engrossed Third Substitute House Bill No. 1001 (auto theft). If the
9 bill is not enacted by June 30, 2007, the amounts provided in this
10 subsection shall lapse.

11 **Sec. 204.** 2007 c 522 s 204 (uncodified) is amended to read as
12 follows:

13 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--MENTAL HEALTH**
14 **PROGRAM**

15 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

16 General Fund--State Appropriation (FY 2008)	((\$302,674,000))
	<u>\$305,109,000</u>
18 General Fund--State Appropriation (FY 2009)	((\$312,997,000))
	<u>\$321,254,000</u>
20 General Fund--Federal Appropriation	((\$380,003,000))
	<u>\$382,020,000</u>
22 General Fund--Private/Local Appropriation	((\$11,948,000))
	<u>\$16,286,000</u>
24 TOTAL APPROPRIATION	((\$1,007,622,000))
	<u>\$1,024,669,000</u>

26 The appropriations in this subsection are subject to the following
27 conditions and limitations:

28 (a) \$103,989,000 of the general fund--state appropriation for
29 fiscal year 2008 and \$104,080,000 of the general fund--state
30 appropriation for fiscal year 2009 are provided solely for persons and
31 services not covered by the medicaid program. These funds shall be
32 distributed proportionally to each regional support network's
33 percentage of the total state population.

34 (b) \$16,900,000 of the general fund--state appropriation for fiscal
35 year 2008 and \$16,900,000 of the general fund--state appropriation for
36 fiscal year 2009 are provided solely for the department and regional
37 support networks to contract for development and initial implementation

1 of high-intensity program for active community treatment (PACT) teams,
2 and other proven program approaches that the department concurs will
3 enable the regional support network to achieve significant reductions
4 during fiscal year 2008 and thereafter in the number of beds the
5 regional support network would otherwise need to use at the state
6 hospitals.

7 (c) The number of nonforensic beds allocated for use by regional
8 support networks at eastern state hospital shall be 222 per day
9 throughout fiscal year 2008. Beginning January 1, 2009, the number of
10 nonforensic beds allocated for use by regional support networks at
11 eastern state hospital shall be 192 per day. The number of nonforensic
12 beds allocated for use by regional support networks at western state
13 hospital shall be 777 per day during the first and second quarters of
14 fiscal year 2008, and 677 per day from January 2008 through August
15 2008. Beginning September 2008, the number of nonforensic beds
16 allocated for use by regional support networks at western state
17 hospital shall be 647 per day until May 2009, at which time the bed
18 allocation shall be 617 beds per day. Beginning January 2008, beds in
19 the program for adaptive living skills (PALS) are not included in the
20 preceding bed allocations. Beginning that month, the department shall
21 separately charge regional support networks for persons served in the
22 PALS program (~~((and for use of state hospital beds for short term~~
23 ~~commitments))~~).

24 (d) From the general fund--state appropriations in this subsection,
25 the secretary of social and health services shall assure that regional
26 support networks reimburse the aging and disability services
27 administration for the general fund--state cost of medicaid personal
28 care services that enrolled regional support network consumers use
29 because of their psychiatric disability.

30 (~~(e) ((Within amounts appropriated in this subsection, the~~
31 ~~department shall contract with the Clark county regional support~~
32 ~~network for development and operation of a project demonstrating~~
33 ~~collaborative methods for providing intensive mental health services in~~
34 ~~the school setting for severely emotionally disturbed children who are~~
35 ~~medicaid eligible. Project services shall be delivered by teachers and~~
36 ~~teaching assistants who qualify as, or who are under the supervision~~
37 ~~of, mental health professionals meeting the requirements of chapter~~
38 ~~275-57 WAC. The department shall increase medicaid payments to the~~

1 ~~regional support network by the amount necessary to cover the necessary~~
2 ~~and allowable costs of the demonstration, not to exceed the upper~~
3 ~~payment limit specified for the regional support network in the~~
4 ~~department's medicaid waiver agreement with the federal government~~
5 ~~after meeting all other medicaid spending requirements assumed in this~~
6 ~~subsection. The regional support network shall provide the required~~
7 ~~nonfederal share of the increased medicaid payment provided for~~
8 ~~operation of this project.~~

9 ~~(f))~~ At least \$902,000 of the federal block grant funding
10 appropriated in this subsection shall be used for the continued
11 operation of the mentally ill offender pilot program.

12 ~~((g))~~ (f) \$5,000,000 of the general fund--state appropriation for
13 fiscal year 2008 and \$5,000,000 of the general fund--state
14 appropriation for fiscal year 2009 are provided solely for mental
15 health services for mentally ill offenders while confined in a county
16 or city jail and for facilitating access to programs that offer mental
17 health services upon release from confinement. The department is
18 authorized to transfer up to \$418,000 of these amounts each fiscal year
19 to the economic services program for purposes of facilitating prompt
20 access after their release from confinement to medical and income
21 assistance services for which defendants and offenders may be eligible.

22 ~~((h))~~ (g) \$1,500,000 of the general fund--state appropriation for
23 fiscal year 2008 and \$1,500,000 of the general fund--state
24 appropriation for fiscal year 2009 are provided solely for grants for
25 innovative mental health service delivery projects. Such projects may
26 include, but are not limited to, clubhouse programs and projects for
27 integrated health care and behavioral health services for general
28 assistance recipients. These amounts shall supplement, and not
29 supplant, local or other funding currently being used for activities
30 funded under the projects authorized in this subsection.

31 ~~((i))~~ (h) The department is authorized to continue to expend
32 federal block grant funds and special purpose federal grants through
33 direct contracts, rather than through contracts with regional support
34 networks, and to allocate such funds through such formulas as it shall
35 adopt.

36 ~~((j))~~ (i) The department is authorized to continue to contract
37 directly, rather than through contracts with regional support networks,
38 for children's long-term inpatient facility services.

1 ~~((k))~~ (j) \$2,250,000 of the general fund--state appropriation for
2 fiscal year 2008, \$2,250,000 of the general fund--state appropriation
3 for fiscal year 2009, and \$4,500,000 of the general fund--federal
4 appropriation are provided solely for the continued operation of
5 community residential and support services for persons who are older
6 adults or who have co-occurring medical and behavioral disorders and
7 who have been discharged or diverted from a state psychiatric hospital.
8 These funds shall be used to serve individuals whose treatment needs
9 constitute substantial barriers to community placement, who no longer
10 require active psychiatric treatment at an inpatient hospital level of
11 care, and who no longer meet the criteria for inpatient involuntary
12 commitment. Coordination of these services will be done in partnership
13 between the mental health program and the aging and disability services
14 administration.

15 ~~((l))~~ (k) \$750,000 of the general fund--state appropriation for
16 fiscal year 2008 and \$750,000 of the general fund--state appropriation
17 for fiscal year 2009 are provided solely to continue performance-based
18 incentive contracts to provide appropriate community support services
19 for individuals with severe mental illness who were discharged from the
20 state hospitals as part of the expanding community services initiative.
21 These funds will be used to enhance community residential and support
22 services provided by regional support networks through other state and
23 federal funding.

24 ~~((m) \$2,979,000)~~ (l) \$2,981,000 of the general fund--state
25 appropriation for fiscal year 2008, ~~((\$3,249,000))~~ \$3,248,000 of the
26 general fund--state appropriation for fiscal year 2009, and
27 ~~((\$2,040,000))~~ \$2,016,000 of the general fund--federal appropriation
28 are provided solely to modify the department's proposed new payment
29 rates for medicaid inpatient psychiatric services. Under the
30 department's proposed rate system, effective August 1, 2007, each
31 hospital's inpatient psychiatric payment rate would have been set at a
32 percentage of that hospital's estimated per diem cost for psychiatric
33 inpatient care during the most recent rebasing year. Within the amount
34 provided in this subsection (l)(m), beginning August 1, 2007, each
35 hospital's inpatient psychiatric payment rate shall instead be set at
36 the greater of a percentage of: (i) The hospital's estimated per diem
37 cost for psychiatric inpatient care during the most recent rebasing
38 year; or (ii) the statewide average per diem cost for psychiatric

1 inpatient care during the most recent rebasing year, adjusted for
2 regional wage differences and for differences in medical education
3 costs. At least thirty days prior to implementing adjustments to
4 regional support network medicaid capitation rates and nonmedicaid
5 allocations to account for changes in psychiatric inpatient payment
6 rates, the department shall report on the proposed adjustments to the
7 appropriations committee of the house of representatives and the ways
8 and means committee of the senate.

9 ~~((n))~~ (m) \$6,267,000 of the general fund--state appropriation for
10 fiscal year 2008 and \$6,462,000 of the general fund--~~((federal))~~ state
11 appropriation for fiscal year 2009 are provided solely to increase
12 nonmedicaid psychiatric inpatient payment rates over fiscal year 2005
13 levels. It is expected that nonmedicaid rates will be set at
14 approximately 85 percent of each hospital's medicaid psychiatric
15 inpatient rate. At least thirty days prior to implementing adjustments
16 to regional support network medicaid capitation rates and nonmedicaid
17 allocations to account for changes in psychiatric inpatient payment
18 rates, the department shall report on the proposed adjustments to the
19 appropriations committee of the house of representatives and the ways
20 and means committee of the senate.

21 ~~((o) \$7,363,000))~~ (n) \$7,396,000 of the general fund--state
22 appropriation for fiscal year 2008, ~~((\$15,028,000))~~ \$15,146,000 of the
23 general fund--state appropriation for fiscal year 2009, and \$13,927,000
24 of the general fund--federal appropriation are provided solely to
25 increase regional support network medicaid capitation rates and
26 nonmedicaid allocations by 3.0 percent effective July 1, 2007, and by
27 an additional 3.0 percent effective July 1, 2008. The federal portion
28 of these rate increases is contingent upon federal approval. (i) The
29 legislature intends and expects that regional support networks and
30 community mental health agencies will use at least 67 percent of the
31 amounts provided in this subsection(1)(o) to increase compensation for
32 direct care personnel above and beyond usual and customary wage
33 increases. To this end, regional support networks shall report to the
34 department by October 15, 2007, on planned uses of the rate increases
35 within their network area. The report shall describe the direct care
36 job classifications to which increases are to be provided; the number
37 of full-time equivalent personnel employed in each classification; the
38 annualized dollar and percentage increases to be provided each

1 classification; the annualized dollar value of the direct care
2 compensation increases provided, in total and as a percentage of the
3 total rate increase; and the number of personnel in each job
4 classification covered by a collective bargaining agreement. The
5 department shall summarize and analyze the regional plans, and report
6 findings, options, and recommendations to the legislature by December
7 1, 2007. (ii) Regional support networks shall maintain documentation
8 of how the rate increases have been applied. Such documentation shall
9 be subject to audit by the department. (iii) For purposes of this
10 subsection (1)(o), "direct care staff" means persons employed by
11 community mental health agencies whose primary responsibility is
12 providing direct treatment and support to people with mental illness,
13 or whose primary responsibility is providing direct support to such
14 staff in areas such as client scheduling, client intake, client
15 reception, client records-keeping, and facilities maintenance.

16 ~~((p))~~ (o) \$2,021,000 of the general fund--state appropriation for
17 fiscal year 2008 and \$1,683,000 of the general fund--state
18 appropriation for fiscal year 2009 are provided solely for the
19 implementation of Substitute House Bill No. 1456 (mental health
20 professionals). If the bill is not enacted by June 30, 2007, the
21 amounts provided in this subsection shall lapse. For purposes of
22 organizing and delivering training as required by the bill, the
23 department may retain up to fifteen percent of the amount appropriated
24 for fiscal year 2008, and up to ten percent of the amount appropriated
25 for fiscal year 2009. The remainders shall be distributed to regional
26 support networks proportional to each network's percentage of the total
27 state population.

28 (p) \$3,236,000 of the general fund--state appropriation for fiscal
29 year 2009 and \$1,418,000 of the general fund--private/local
30 appropriation are provided solely to enable the department to contract
31 with Pierce county human services for the provision of community mental
32 health services to include crisis triage, evaluation and treatment, and
33 mobile crisis services. The legislature intends for this to be one-
34 time funding while a replacement regional support network is being
35 secured. The department is authorized to reserve \$402,000 general
36 fund--state and \$201,000 general fund--local of these amounts for
37 reasonable costs incurred by Pierce county under the provision of
38 mental health crisis and related services that exceed reimbursement

1 levels contracted by the department. In order to receive these funds,
2 Pierce county must demonstrate to the department that the total cost of
3 mental health services provided by the county in accordance with formal
4 agreements has exceeded the revenues received from the department and
5 third party payers for these services. The department shall determine
6 the documentation that is required.

7 (q) \$593,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$1,780,000 of the general fund--state appropriation for
9 fiscal year 2009 are solely to provide long term involuntary treatment
10 act (ITA) judicial costs in accordance with RCW 71.05.320 for Pierce
11 and Spokane counties.

12 (r) \$400,000 of the general fund--state appropriation for fiscal
13 year 2008 is provided solely for one-time grants for emergent financial
14 relief for clubhouses. In order to receive these funds, the clubhouse
15 must be able to demonstrate need to the department. The department
16 shall develop and implement a simplified application form. The
17 clubhouses shall provide financial documentation to the department as
18 requested to support their application. The amounts and quantity of
19 the individual grants shall be at the discretion of the department.

20 (2) INSTITUTIONAL SERVICES

21	General Fund--State Appropriation (FY 2008)	((\$142,545,000))
22		<u>\$138,340,000</u>
23	General Fund--State Appropriation (FY 2009)	((\$139,286,000))
24		<u>\$137,104,000</u>
25	General Fund--Federal Appropriation	((\$146,401,000))
26		<u>\$146,188,000</u>
27	General Fund--Private/Local Appropriation	((\$57,064,000))
28		<u>\$66,986,000</u>
29	Pension Funding Stabilization Account--State	
30	Appropriation	\$7,058,000
31	TOTAL APPROPRIATION	((\$492,354,000))
32		<u>\$495,676,000</u>

33 The appropriations in this subsection are subject to the following
34 conditions and limitations:

35 (a) The state (~~mental~~) psychiatric hospitals may use funds
36 appropriated in this subsection to purchase goods and supplies through
37 hospital group purchasing organizations when it is cost-effective to do
38 so.

1 (b) \$45,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$45,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for payment to the city of
4 Lakewood for police services provided by the city at western state
5 hospital and adjacent areas.

6 (c) \$18,575,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$9,675,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely to operate on a temporary basis
9 five additional adult civil commitment wards at the state psychiatric
10 hospitals. The legislature intends for these wards to close, on a
11 phased basis, during the 2007-09 biennium as a result of targeted
12 investments in community services for persons who would otherwise need
13 care in the hospitals.

14 (d) (~~(\$125,000)~~) \$250,000 of the general fund--state appropriation
15 for fiscal year 2008 and (~~(\$125,000)~~) \$250,000 of the general fund--
16 state appropriation for fiscal year 2009 are provided solely for safety
17 training (~~(and for)~~), behavioral intervention training, and protective
18 equipment for staff at eastern and western state hospitals. Protective
19 equipment shall include shields, helmets, gloves, and body protection.

20 (e) \$304,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$231,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely for a community partnership
23 between western state hospital and the city of Lakewood to support
24 community policing efforts in the Lakewood community surrounding
25 western state hospital. The amounts provided in this subsection (2)(e)
26 are for the salaries, benefits, supplies, and equipment for one full-
27 time investigator, one full-time police officer, and one full-time
28 community service officer at the city of Lakewood.

29 (f) \$133,000 of the general fund--state appropriation for fiscal
30 year 2008 and \$2,145,000 of the general fund--state appropriation for
31 fiscal year 2009 are provided solely to pilot a direct care nurse
32 staffing plan for two high incident wards at eastern state hospital and
33 four high incident wards at western state hospital. The pilot provides
34 funding to fully staff registered nurses, licensed practical nurses,
35 and mental health technicians in accordance with the state psychiatric
36 hospitals direct care staffing review and recommendations. The
37 department shall have the authority to fill the positions with any mix
38 of these direct care nursing staff so long as a good faith effort is

1 made to first hire and recruit positions in accordance with the direct
2 care nurse staffing plan. The department shall monitor outcomes for
3 improved patient and staff safety and provide a written report to the
4 legislature by October 1, 2009.

5 (g) \$617,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$334,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely to cover additional operating
8 costs related to the October 11th, 2007, laundry fire at western state
9 hospital.

10 (3) SPECIAL PROJECTS

11	General Fund--State Appropriation (FY 2008)	\$1,892,000
12	General Fund--State Appropriation (FY 2009)	((\$2,192,000))
13		<u>\$2,469,000</u>
14	General Fund--Federal Appropriation	((\$3,195,000))
15		<u>\$3,278,000</u>
16	TOTAL APPROPRIATION	((\$7,279,000))
17		<u>\$7,639,000</u>

18 The appropriations in this subsection are subject to the following
19 conditions and limitations:

20 (a) \$877,000 of the general fund--state appropriation for fiscal
21 year 2008, \$1,189,000 of the general fund--state appropriation for
22 fiscal year 2009, and \$140,000 of the general fund--federal
23 appropriation are provided solely for implementation of sections 4, 7,
24 10, and other provisions of Second Substitute House Bill No. 1088
25 (children's mental health). If the bill is not enacted by June 30,
26 2007, the amounts provided in this subsection shall lapse. Funds are
27 also appropriated in sections 207 and 209 of this act for
28 implementation of 5, 8, and 11 of Second Substitute House Bill No.
29 1088.

30 (b) \$80,000 of the general fund--state appropriation for fiscal
31 year 2009 and \$80,000 of the general fund--federal appropriation are
32 provided solely for the implementation of Substitute House Bill No.
33 2690 (mental health first aid train-the-trainer program). If the bill
34 is not enacted by June 30, 2008, the amounts provided in this
35 subsection shall lapse.

36 (c) \$75,000 of the general fund--state appropriation for fiscal
37 year 2009 is provided solely for a review of residential drift in
38 partnership with the Washington institute for mental illness research

1 and training. The review shall include a statewide analysis of the
2 county of origin for patients placed in eastern and western state
3 psychiatric hospitals and the concentration of people with severe and
4 persistent mental illness in communities proximate to these hospitals.
5 The results of this review shall be reported to the legislature by
6 October 30, 2008.

7 (d) \$125,000 of the general fund--state appropriation for fiscal
8 year 2009 is provided solely for a mental health nonmedicaid cost study
9 and the development of a mental health nonmedicaid budgeting tool in
10 partnership with the Washington state institute for public policy. The
11 mental health division shall work in consultation with the Washington
12 state institute for public policy to establish methodology and
13 parameters for the study and the budgeting tool. Cost data shall be
14 gathered from thirteen regional support networks. A final report is
15 due to the legislature by December 1, 2008, and shall include a cost
16 analysis that considers cost differentials according to urban and rural
17 settings; an empirical review of mental health prevalence data; and the
18 growth of involuntary treatment over time and its effects on outpatient
19 treatment.

20 (4) PROGRAM SUPPORT

21	General Fund--State Appropriation (FY 2008)	\$4,966,000
22	General Fund--State Appropriation (FY 2009)	((\$5,060,000))
23		<u>\$5,160,000</u>
24	General Fund--Federal Appropriation	((\$7,604,000))
25		<u>\$7,606,000</u>
26	TOTAL APPROPRIATION	((\$17,630,000))
27		<u>\$17,732,000</u>

28 The appropriations in this subsection are subject to the following
29 conditions and limitations:

30 (a) \$125,000 of the general fund--state appropriation for fiscal
31 year 2008, \$125,000 of the general fund--state appropriation for fiscal
32 year 2009, and \$164,000 of the general fund--federal appropriation are
33 provided solely for the institute for public policy to continue the
34 longitudinal analysis directed in chapter 334, Laws of 2001 (mental
35 health performance audit), to build upon the evaluation of the impacts
36 of chapter 214, Laws of 1999 (mentally ill offenders), and to assess
37 program outcomes and cost effectiveness of the children's mental health
38 pilot projects as required by chapter 372, Laws of 2006.

1 (b) \$100,000 of the general fund--state appropriation for fiscal
2 year 2009 is provided solely for the department to contract with a
3 facilitator to coordinate a review and make recommendations on:

4 (i) Ward sizes at eastern and western state hospitals and patient
5 case mix by ward;

6 (ii) Discharge practices for state hospitals to include the child
7 and study treatment center; and

8 (iii) Community placements to include placements for adults and
9 children.

10 By October 15, 2008, the department shall provide to the
11 legislature recommendations for system improvement to include a
12 cost/benefit analysis. The department shall include representation
13 from regional support networks in the review and development of
14 recommendations for discharge practices and community placements.

15 **Sec. 205.** 2007 c 522 s 205 (uncodified) is amended to read as
16 follows:

17 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--DEVELOPMENTAL**
18 **DISABILITIES PROGRAM**

19 (1) COMMUNITY SERVICES

20	General Fund--State Appropriation (FY 2008)	((\$346,600,000))
21		<u>\$348,327,000</u>
22	General Fund--State Appropriation (FY 2009)	((\$373,776,000))
23		<u>\$383,224,000</u>
24	General Fund--Federal Appropriation	((\$633,258,000))
25		<u>\$638,870,000</u>
26	Health Services Account--State Appropriation (FY 2008) . . .	\$452,000
27	Health Services Account--State Appropriation (FY 2009) . . .	\$452,000
28	TOTAL APPROPRIATION	((\$1,354,538,000))
29		<u>\$1,371,325,000</u>

30 The appropriations in this subsection are subject to the following
31 conditions and limitations:

32 (a) The entire health services account appropriation, \$615,000 of
33 the general fund--state appropriation for fiscal year 2008, \$892,000 of
34 the general fund--state appropriation for fiscal year 2009, and
35 \$2,546,011 of the general fund--federal appropriation are provided
36 solely for health care benefits for agency home care workers who are
37 employed through state contracts for at least twenty hours a week. The

1 state contribution to the cost of health care benefits per
2 participating worker per month shall be no greater than \$532.00 in
3 fiscal year 2008 and \$585.00 in fiscal year 2009.

4 (b) Individuals receiving family support or high school transition
5 payments as supplemental security income (SSI) state supplemental
6 payments shall not become eligible for medical assistance under RCW
7 74.09.510 due solely to the receipt of SSI state supplemental payments.

8 (c) \$4,903,000 of the general fund--state appropriation for fiscal
9 year 2008, \$9,295,000 of the general fund--state appropriation for
10 fiscal year 2009, and \$15,016,000 of the general fund--federal
11 appropriation are provided solely for community residential and support
12 services. Funding in this subsection shall be prioritized for (i)
13 residents of residential habilitation centers who are able to be
14 adequately cared for in community settings and who choose to live in
15 those community settings; (ii) clients without residential services who
16 are at immediate risk of institutionalization or in crisis; (iii)
17 children who are at risk of institutionalization or who are aging out
18 of other state services; and (iv) current home and community-based
19 waiver program clients who have been assessed as having an immediate
20 need for increased services. The department shall ensure that the
21 average cost per day for all program services other than start-up costs
22 shall not exceed \$300. In order to maximize the number of clients
23 served and ensure the cost-effectiveness of the waiver programs, the
24 department will strive to limit new client placement expenditures to 90
25 percent of the budgeted daily rate. If this can be accomplished,
26 additional clients may be served with excess funds, provided the total
27 projected carry-forward expenditures do not exceed the amounts
28 estimated. The department shall electronically report to the
29 appropriate committees of the legislature, within 45 days following
30 each fiscal year quarter, the number of persons served with these
31 additional community services, where they were residing, what kinds of
32 services they were receiving prior to placement, and the actual
33 expenditures for all community services to support these clients.

34 (d) (~~(\$2,799,000)~~) \$2,399,000 of the general fund--state
35 appropriation for fiscal year 2008, \$5,961,000 of the general fund--
36 state appropriation for fiscal year 2009, and (~~(\$9,268,000)~~) \$8,849,000
37 of the general fund--federal appropriation are provided solely for
38 expanded community services for persons with developmental disabilities

1 who also have community protection issues. Funding in this subsection
2 shall be prioritized for (i) clients being diverted or discharged from
3 the state psychiatric hospitals; (ii) clients participating in the
4 dangerous mentally ill offender program; (iii) clients participating in
5 the community protection program; and (iv) mental health crisis
6 diversion outplacements. The department shall ensure that the average
7 cost per day for all program services other than start-up costs shall
8 not exceed (~~(\$349)~~) \$320 in fiscal year 2008 and \$356 in fiscal year
9 2009. In order to maximize the number of clients served and ensure the
10 cost-effectiveness of the waiver programs, the department will strive
11 to limit new client placement expenditures to 90 percent of the
12 budgeted daily rate. If this can be accomplished, additional clients
13 may be served with excess funds if the total projected carry-forward
14 expenditures do not exceed the amounts estimated. The department shall
15 implement the four new waiver programs such that decisions about
16 enrollment levels and the amount, duration, and scope of services
17 maintain expenditures within appropriations. The department shall
18 electronically report to the appropriate committees of the legislature,
19 within 45 days following each fiscal year quarter, the number of
20 persons served with these additional community services, where they
21 were residing, what kinds of services they were receiving prior to
22 placement, and the actual expenditures for all community services to
23 support these clients.

24 (e) \$13,598,000 of the general fund--state appropriation for fiscal
25 year 2008, \$16,354,000 of the general fund--state appropriation for
26 fiscal year 2009, and \$8,579,000 of the general fund--federal
27 appropriation are provided solely for family support programs for
28 individuals with developmental disabilities. Of the amounts provided
29 in this subsection (e), \$1,096,000 of the general fund--state
30 appropriation for fiscal year 2008 and \$3,852,000 of the general fund--
31 state appropriation for fiscal year 2009 are for state-only services
32 for individuals with developmental disabilities, as described in Second
33 Substitute Senate Bill No. 5467 (developmental disabilities). By
34 January 1, 2008, and by November 1, 2008, the department shall provide
35 a status report to the appropriate policy and fiscal committees of the
36 legislature on the individual and family services program for people
37 with developmental disabilities, which shall include the following

1 information: The number of applicants for funding; the total number of
2 awards; the number and amount of both annual and one-time awards,
3 broken down by household income levels; and the purpose of the awards.

4 (f) (~~(\$1,577,000)~~) \$1,692,000 of the general fund--state
5 appropriation for fiscal year 2008, (~~(\$3,480,000)~~) \$3,645,000 of the
6 general fund--state appropriation for fiscal year 2009, and
7 (~~(\$2,105,000)~~) \$2,397,000 of the general fund--federal appropriation
8 are provided solely for employment and day services. Priority
9 consideration for this new funding shall be young adults with
10 developmental disabilities living with their family who need employment
11 opportunities and assistance after high school graduation. Services
12 shall be provided for both waiver and nonwaiver clients. In order to
13 maximize the number of clients served, the department may serve
14 additional nonwaiver clients with unspent funds for waiver clients,
15 provided the total projected carry-forward expenditures do not exceed
16 the amounts estimated.

17 (g) \$160,000 of the general fund--state appropriation for fiscal
18 year 2008 and \$140,000 of the general fund--state appropriation for
19 fiscal year 2009 are provided solely for the implementation of Second
20 Substitute Senate Bill No. 5467 (developmental disabilities). If the
21 bill is not enacted by June 30, 2007, the amounts provided in this
22 subsection shall lapse.

23 (h) (~~The department shall collect data from the counties related~~
24 ~~to employment services. This data shall include, but not necessarily~~
25 ~~be limited to, information pertaining to: (i) The average length of~~
26 ~~time clients utilize job coaching services, (ii) the percentage of~~
27 ~~clients utilizing job coaching services from zero to three months, four~~
28 ~~to six months, seven to nine months, ten to twelve months, and twelve~~
29 ~~months or more, (iii) within the monthly grouping, the percentage of~~
30 ~~clients utilizing job coaching services from zero to five hours per~~
31 ~~week, five to ten hours per week, ten to twenty hours per week, and~~
32 ~~twenty or more hours per week. This data shall be provided to the~~
33 ~~appropriate policy committees of the legislature by December 1, 2007.~~

34 (~~+~~) The department shall phase-in a full implementation of a
35 seventeen care level payment system for community residential
36 providers. Amounts appropriated in this subsection are sufficient to
37 increase provider payment rates by 6.0 percent, effective July 1, 2007,
38 (~~and by an additional 2.0 percent, effective July 1, 2008,~~) for

1 boarding homes, including those currently receiving exceptional care
2 rates(~~(+and)~~). Effective July 1, 2008, the provider payment rate
3 allocation for boarding homes shall be no more than 3.0 percent below
4 the provider's June 30, 2008, payment rate allocation. This will be in
5 effect until such time as the rates are consistent between adult family
6 homes and boarding homes for delivery of the same patient care levels.
7 Amounts appropriated in this section are sufficient to increase
8 provider payment rates by 3.2 percent, effective July 1, 2007, and on
9 average, by an additional (~~(2.0)~~) 5.8 percent, effective July 1, 2008,
10 for adult family homes, including those currently receiving exceptional
11 care rates.

12 (i) \$1,000,000 of the general fund--state appropriation for fiscal
13 year 2008 is provided solely for the purpose of settling all claims in
14 the *Washington Federation of State Employees, et. al v. State of*
15 *Washington*, Thurston County Superior Court Cause No. 05-2-02422-4. The
16 expenditure of this appropriation is contingent on the release of all
17 claims in this case, and total settlement costs shall not exceed the
18 appropriation in this subsection (i). If settlement is not executed by
19 June 30, 2008, the appropriation in this subsection (i) shall lapse.

20 (j) \$910,000 of the general fund--state appropriation for fiscal
21 year 2009 and \$951,000 of the general fund--federal appropriation are
22 provided solely for the development and implementation of a federal
23 home and community-based care waiver to provide intensive behavior
24 support services to up to one hundred children with developmental
25 disabilities who have intense behaviors, and their families.

26 (i) To receive services under the waiver, the child must have a
27 developmental disability and: (A) Meet an acuity measure, as
28 determined by the department, indicating that the child is at high risk
29 of needing an out-of-home placement; (B) be eligible for developmental
30 disabilities services and a home and community-based care waiver
31 program; (C) reside in his or her family home or temporarily in an
32 out-of-home placement with a plan to return home; and (D) have family
33 that demonstrates the willingness to participate in the services
34 offered through the waiver, and is not subject to a pending child
35 protective services referral.

36 (ii) The department shall authorize, contract for, and evaluate the
37 provision of intensive in-home services that support the ability of the
38 child to remain at home with their parents or relatives. Intensive

behavior support services under the waiver shall be provided directly or by contract, and may include, but are not limited to: (A) Behavior consultation and management, therapies and respite care; (B) minor home or motor vehicle modifications and transportation; (C) specialized nutrition and clothing; (D) training of families and other individuals working with the child; and (E) inclusion in community activities.

(k) \$196,000 of the general fund--state appropriation for fiscal year 2009 and \$205,000 of the general fund--federal appropriation are provided solely for an increased vendor rate to supported living providers located in Snohomish county.

(l) \$350,000 of the general fund--state appropriation for fiscal year 2009 is provided solely for a pilot project in at least one county to provide working age adults with severe and profound developmental disabilities a choice between employment-related services and community access services. The pilot shall be administered through the chosen county's employment and day programs authorized under chapter 71A.14 RCW.

(i) Persons eligible to receive community access services are persons with severe and profound developmental disabilities for whom efforts have been made over a six month period to arrange for employment in a group or individual supported employment setting for at least fifteen hours per week, without locating a suitable employment opportunity.

(ii) Community access services offered under the pilot program may include independent living skills training, community participation, social skills, self-advocacy skills, recreational skills, continuing education classes, active supervision, and transportation.

(iii) Per person expenditures for community access services under the pilot program shall not exceed the average per capita expenditure by the county for employment services under its current employment and day programs.

(2) INSTITUTIONAL SERVICES

General Fund--State Appropriation (FY 2008)	(\$78,765,000)
	<u>\$80,469,000</u>
General Fund--State Appropriation (FY 2009)	(\$80,873,000)
	<u>\$83,309,000</u>
General Fund--Federal Appropriation	(\$171,836,000)
	<u>\$174,754,000</u>

1	General Fund--Private/Local Appropriation	((\$21,613,000))
2		<u>\$22,203,000</u>
3	Pension Funding Stabilization Account--State	
4	Appropriation	\$5,614,000
5	TOTAL APPROPRIATION	((\$358,701,000))
6		<u>\$366,349,000</u>

7 The appropriations in this subsection are subject to the following
8 conditions and limitations:

9 (a) The developmental disabilities program is authorized to use
10 funds appropriated in this section to purchase goods and supplies
11 through direct contracting with vendors when the program determines it
12 is cost-effective to do so.

13 (b) \$100,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$100,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely for services provided to community
16 clients provided by licensed professionals at the state rehabilitation
17 centers. The division shall submit claims for reimbursement for
18 services provided to clients living in the community to medical
19 assistance or third-party health care coverage, as appropriate, and
20 shall implement a system for billing clients without coverage.

21 (c) \$642,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$721,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for the department to fulfill its
24 contracts with the school districts under chapter 28A.190 RCW to
25 provide transportation, building space, and other support services as
26 are reasonably necessary to support the educational programs of
27 students living in residential habilitation centers.

28 (3) PROGRAM SUPPORT

29	General Fund--State Appropriation (FY 2008)	((\$2,273,000))
30		<u>\$2,262,000</u>
31	General Fund--State Appropriation (FY 2009)	((\$2,377,000))
32		<u>\$2,372,000</u>
33	General Fund--Federal Appropriation	((\$2,821,000))
34		<u>\$2,841,000</u>
35	TOTAL APPROPRIATION	((\$7,471,000))
36		<u>\$7,475,000</u>

1 The appropriations in this subsection are subject to the following
 2 conditions and limitations: As part of the needs assessment
 3 instrument, the department shall collect data on family income for
 4 minor children with developmental disabilities and all individuals who
 5 are receiving state-only funded services. The department shall ensure
 6 that this information is collected as part of the client assessment
 7 process.

8 (4) SPECIAL PROJECTS

9	General Fund--State Appropriation (FY 2008)	\$17,000
10	General Fund--State Appropriation (FY 2009)	\$15,000
11	General Fund--Federal Appropriation	\$16,843,000
12	TOTAL APPROPRIATION	\$16,875,000

13 **Sec. 206.** 2007 c 522 s 206 (uncodified) is amended to read as
 14 follows:

15 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--AGING AND ADULT**
 16 **SERVICES PROGRAM**

17	General Fund--State Appropriation (FY 2008)	(\$699,089,000)
18		<u>\$700,341,000</u>
19	General Fund--State Appropriation (FY 2009)	(\$741,478,000)
20		<u>\$755,352,000</u>
21	General Fund--Federal Appropriation	(\$1,539,010,000)
22		<u>\$1,534,719,000</u>
23	General Fund--Private/Local Appropriation	\$19,563,000
24	Pension Funding Stabilization Account--State	
25	Appropriation	\$1,448,000
26	Health Services Account--State Appropriation (FY 2008) . . .	\$2,444,000
27	Health Services Account--State Appropriation (FY 2009) . . .	\$2,444,000
28	Traumatic Brain Injury Account--State Appropriation . . .	(\$440,000)
29		<u>\$1,212,000</u>
30	TOTAL APPROPRIATION	(\$3,005,916,000)
31		<u>\$3,017,523,000</u>

32 The appropriations in this section are subject to the following
 33 conditions and limitations:

34 (1) The entire health services account appropriation, \$10,456,000
 35 of the general fund--state appropriation for fiscal year 2008,
 36 \$11,370,000 of the general fund--state appropriation for fiscal year
 37 2009, and \$26,778,000 of the general fund--federal appropriation are

1 provided solely for health care benefits for agency home care workers
2 who are employed through state contracts for at least twenty hours a
3 week. The state contribution to the cost of health care benefits per
4 eligible participating worker per month shall be no greater than
5 \$532.00 in fiscal year 2008 and \$585.00 per month in fiscal year 2009.

6 (2) For purposes of implementing chapter 74.46 RCW, the weighted
7 average nursing facility payment rate shall not exceed (~~(\$158.11)~~)
8 \$159.03 for fiscal year 2008 and shall not exceed (~~(\$164.18)~~) \$164.89
9 for fiscal year 2009. For all nursing facilities, the direct care,
10 therapy care, support services, and operations component rates
11 established in accordance with chapter 74.46 RCW shall be adjusted for
12 economic trends and conditions by 3.2 percent effective July 1, 2007.
13 For all nursing facilities, adjustments for economic trends and
14 conditions effective July 1, 2008, shall be as follows: The direct
15 care component shall be adjusted by 4.1 percent; the therapy care and
16 operations components shall be adjusted by 0.5 percent; and the support
17 services component shall be adjusted by 3.2 percent.

18 (3) In accordance with chapter 74.46 RCW, the department shall
19 issue certificates of capital authorization that result in up to
20 \$16,000,000 of increased asset value completed and ready for occupancy
21 in fiscal year 2008; up to \$16,000,000 of increased asset value
22 completed and ready for occupancy in fiscal year 2009; and up to
23 \$16,000,000 of increased asset value completed and ready for occupancy
24 in fiscal year 2010.

25 (4) Adult day health services shall not be considered a duplication
26 of services for persons receiving care in long-term care settings
27 licensed under chapter 18.20, 72.36, or 70.128 RCW.

28 (5) In accordance with chapter 74.39 RCW, the department may
29 implement two medicaid waiver programs for persons who do not qualify
30 for such services as categorically needy, subject to federal approval
31 and the following conditions and limitations:

32 (a) One waiver program shall include coverage of care in community
33 residential facilities. Enrollment in the waiver shall not exceed 600
34 persons at any time.

35 (b) The second waiver program shall include coverage of in-home
36 care. Enrollment in this second waiver shall not exceed 200 persons at
37 any time.

1 (c) The department shall identify the number of medically needy
2 nursing home residents, and enrollment and expenditures on each of the
3 two medically needy waivers, on monthly management reports.

4 (d) If it is necessary to establish a waiting list for either
5 waiver because the budgeted number of enrollment opportunities has been
6 reached, the department shall track how the long-term care needs of
7 applicants assigned to the waiting list are met.

8 (6) \$1,840,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$1,877,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely for operation of the volunteer
11 chore services program.

12 (7) The department shall establish waiting lists to the extent
13 necessary to assure that annual expenditures on the community options
14 program entry systems (COPES) program do not exceed appropriated
15 levels. In establishing and managing any such waiting list, the
16 department shall assure priority access to persons with the greatest
17 unmet needs, as determined by department assessment processes.

18 (8) \$125,000 of the general fund--state appropriation for fiscal
19 year 2008, \$125,000 of the general fund--state appropriation for fiscal
20 year 2009, and \$250,000 of the general fund--federal appropriation are
21 provided solely for the implementation of Engrossed Second Substitute
22 Senate Bill No. 5930 (blue ribbon commission on health care). If the
23 bill is not enacted by June 30, 2007, the amounts provided in this
24 subsection shall lapse.

25 (9) \$168,000 of the general fund--state appropriation for fiscal
26 year 2009 and \$182,000 of the general fund--federal appropriation are
27 provided solely for a review of the costs and benefits of a fair rental
28 system to reimburse capital expenditures. The department must report
29 its findings to the joint legislative task force on long-term care
30 residential facility payment systems by July 1, 2009.

31 (10)(a) ((\$8,755,000)) \$1,827,000 of the general fund--state
32 appropriation for fiscal year ((2009 and \$9,348,000)) 2008, \$9,948,000
33 of the general fund--state appropriation for fiscal year 2009, and
34 \$12,481,000 of the general fund--federal appropriation are provided
35 solely to increase nursing facility payment rates.

36 (b) \$125,000 of the general fund--state appropriation for fiscal
37 year 2008 and \$125,000 of the general fund--federal appropriation are
38 provided solely for the department to contract with an outside entity

1 to review the current medicaid payment methodology for nursing
2 facilities and make recommendations for revisions to, restructuring of,
3 or replacement of the existing payment methodology no later than
4 October 1, 2007, to the governor and the appropriate fiscal and policy
5 committees of the legislature.

6 (c) A joint legislative task force on long-term care residential
7 facility payment systems shall review ~~((and develop))~~ recommendations
8 ~~((related to payment methodologies))~~ of the department on long-term
9 care residential facility payment systems for the care of
10 medicaid-eligible residents of nursing homes, boarding homes, and adult
11 family homes in Washington state.

12 (i) Membership of the task force shall consist of eight
13 legislators. The president of the senate shall appoint two members
14 from each of the two largest caucuses of the senate. The speaker of
15 the house of representatives shall appoint two members of each of the
16 two largest caucuses of the house of representatives. Each body shall
17 select representatives from committees with jurisdiction over health
18 and long-term care and fiscal matters. The task force expires January
19 1, 2010.

20 (ii) The task force will review and provide comments on department
21 recommendations for a new noncapital payment system and report to the
22 legislature by January 1, 2009.

23 (iii) The task force will review and provide comments on capital
24 rate components to the legislature by December 30, 2009.

25 ~~((ii) The task force shall give strong consideration to the~~
26 ~~following principles in the course of its deliberations:~~

27 ~~(A) A continuum of residential care settings should be available to~~
28 ~~medicaid-eligible vulnerable adults so as to honor consumer choice;~~

29 ~~(B) Payment methodologies for care provided in adult family homes,~~
30 ~~boarding homes, and nursing homes should be based upon resident acuity,~~
31 ~~with payment rates that recognize the impact of differing state and~~
32 ~~federal regulatory requirements upon facility costs, but also address~~
33 ~~current disparities in payments to facilities serving residents with~~
34 ~~similar nursing or personal care needs;~~

35 ~~(C) Payment methodologies should be designed to support retention~~
36 ~~of qualified direct care staff through training, wages, and benefits~~
37 ~~offered to direct care staff, with special consideration given to~~

1 nursing homes, boarding homes, and adult family homes that care for a
2 disproportionate number of medicaid eligible residents relative to
3 their peer facilities;

4 ~~(D) Performance measures related to critical issues such as staff~~
5 ~~retention and resident outcomes should be developed, with payment~~
6 ~~linked to facility performance on the measures; and~~

7 ~~(E) Payment methodologies should be simplified, with greater~~
8 ~~predictability and stability in payments.~~

9 ~~(iii) The task force shall:~~

10 ~~(A) Review and consider the recommendations submitted in accordance~~
11 ~~with (b) of this subsection;~~

12 ~~(B) Consider input from long term care stakeholders with respect to~~
13 ~~the principles in (c)(ii) of this subsection;~~

14 ~~(C) Review the current payment methodologies for nursing homes,~~
15 ~~boarding homes, and adult family homes, giving strong consideration to~~
16 ~~the principles in (c)(ii) of this subsection, and make recommendations~~
17 ~~for revisions to, restructuring of, or replacement of existing payment~~
18 ~~methodologies. The recommendations related to payments made in fiscal~~
19 ~~year 2009 shall be consistent with the amounts appropriated in this~~
20 ~~subsection.~~

21 ~~(iv) The task force shall complete its review and submit its~~
22 ~~recommendations to the appropriate policy and fiscal committees of the~~
23 ~~legislature by December 31, 2007.~~

24 ~~(v))~~ (iv) Staff support for the task force shall be provided by
25 senate committee services and the house of representatives office of
26 program research.

27 ~~((vi))~~ (v) Legislative members of the task force shall be
28 reimbursed for travel expenses in accordance with RCW 44.04.120.

29 ~~((vii))~~ (vi) The expenses of the task force shall be paid jointly
30 by the senate and the house of representatives. Task force
31 expenditures are subject to approval by the senate facilities and
32 operations committee and the house of representatives executive rules
33 committees, or their successor committees.

34 ~~((viii) The task force expires December 31, 2007.~~

35 ~~(10))~~ (11) Within amounts appropriated in this section, the
36 department is authorized to expand the number of boarding homes and
37 adult family homes that receive exceptional care rates for persons with
38 Alzheimer's disease and related dementias who might otherwise require

1 nursing home care. The department may expand the number of licensed
2 boarding home facilities that specialize in caring for such conditions
3 by up to 100 beds. Effective July 1, 2008, the department shall be
4 authorized to provide adult family homes that specialize in caring for
5 such conditions with exceptional care rates for up to 50 beds. The
6 department will develop standards for adult family homes to qualify for
7 such exceptional care rates in order to enhance consumer choice.

8 ~~((+11+))~~ (12) \$500,000 of the general fund--state appropriation for
9 fiscal year 2008, \$500,000 of the general fund--state appropriation for
10 fiscal year 2009, and \$816,000 of the general fund--federal
11 appropriation are provided solely for the implementation of Engrossed
12 Substitute House Bill No. 2111 (adult family homes). If the bill is
13 not enacted by June 30, 2007, the amounts provided in this subsection
14 shall lapse.

15 ~~((+12) \$440,000))~~ (13) \$1,212,000 of the traumatic brain injury
16 account--state appropriation is provided solely for the implementation
17 of Second Substitute House Bill No. 2055 (traumatic brain injury). If
18 the bill is not enacted by June 30, 2007, the amount provided in this
19 subsection shall lapse.

20 ~~((+13+))~~ (14) Within amounts appropriated in this section and in
21 section 205 of this act, the department of social and health services
22 shall:

23 (a) Determine how geographic differences in community residential
24 provider payments affect provider and workforce turnover;

25 (b) Examine alternative community residential provider payment
26 systems that account for differences in direct care labor costs in
27 various areas of the state, including alternative peer groupings in its
28 payment systems that take such factors into account; and

29 (c) Submit a report of its findings and recommendations to the
30 office of financial management and to the appropriate fiscal committees
31 of the legislature by June 30, 2008.

32 ~~((+14+))~~ (15) The department shall phase-in a full implementation
33 of a seventeen care level payment system for community residential
34 providers. Amounts appropriated in this section are sufficient to
35 increase provider payment rates by 6.0 percent, effective July 1, 2007,
36 ~~((and by an additional 2.0 percent, effective July 1, 2008,))~~ for
37 boarding homes, including those currently receiving exceptional care
38 rates~~((+and))~~. Effective July 1, 2008, the provider payment rate

1 allocation for boarding homes shall be no more than 3.0 percent below
2 the provider's June 30, 2008, payment rate allocation. This will be in
3 effect until such time as the rates are consistent between adult family
4 homes and boarding homes for delivery of the same patient care levels.
5 Amounts appropriated in this section are sufficient to increase
6 provider payment rates by 3.2 percent, effective July 1, 2007, on
7 average, and by an additional ((2.0)) 5.8 percent, effective July 1,
8 2008, for adult family homes, including those currently receiving
9 exceptional care rates.

10 ((+15)) (16) \$100,000 of the general fund--state appropriation for
11 fiscal year 2008 and \$100,000 of the general fund--federal
12 appropriation are provided solely for the department contract for an
13 evaluation of training requirements for long-term care workers as
14 generally described in Second Substitute House Bill No. 2284 (training
15 of care providers).

16 (17) The department shall contract for housing with service models,
17 such as cluster care, to create efficiencies in service delivery and
18 responsiveness to unscheduled personal care needs by clustering hours
19 for clients that live in close proximity to each other.

20 (18) \$3,394,000 of the general fund--state appropriation for fiscal
21 year 2009 and \$1,002,000 of the general fund--federal appropriation are
22 provided solely for the implementation of sections 4, 6, 8, and 9 of
23 Engrossed Second Substitute House Bill No. 2668 (relating to long term
24 care). If the bill is not enacted by June 30, 2008, the amounts
25 provided in this subsection shall lapse.

26 (19) \$944,000 of the general fund--state appropriation for fiscal
27 year 2009 and \$945,000 of the general fund--federal appropriation are
28 provided solely for the implementation of Substitute House Bill No.
29 2693 (required basic training and certification of long-term care
30 workers). If the bill is not enacted by June 30, 2008, the amounts
31 provided in this subsection shall lapse.

32 **Sec. 207.** 2007 c 522 s 207 (uncodified) is amended to read as
33 follows:

34 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ECONOMIC SERVICES**
35 **PROGRAM**

36 General Fund--State Appropriation (FY 2008) ((\$592,774,000))
37 \$586,369,000

1	General Fund--State Appropriation (FY 2009)	((\$627,148,000))
2		<u>\$623,355,000</u>
3	General Fund--Federal Appropriation	((\$1,053,264,000))
4		<u>\$1,040,350,000</u>
5	General Fund--Private/Local Appropriation	((\$27,920,000))
6		<u>\$30,833,000</u>
7	Pension Funding Stabilization Account--State	
8	Appropriation	\$4,592,000
9	TOTAL APPROPRIATION	((\$2,305,698,000))
10		<u>\$2,285,499,000</u>

11 The appropriations in this section are subject to the following
12 conditions and limitations:

13 (1) ((~~\$334,377,000~~)) \$344,694,000 of the general fund--state
14 appropriation for fiscal year 2008, ((~~\$347,597,000~~)) \$363,284,000 of
15 the general fund--state appropriation for fiscal year 2009, and
16 ((~~\$827,774,000~~)) \$733,276,000 of the general fund--federal
17 appropriation are provided solely for all components of the WorkFirst
18 program. Within the amounts provided for the WorkFirst program, the
19 department may provide assistance using state-only funds for families
20 eligible for temporary assistance for needy families. Within the
21 amounts provided for the WorkFirst program, the department shall:

22 (a) Establish a ((~~post-TANF~~)) career services work transition
23 program;

24 (b) Continue to implement WorkFirst program improvements that are
25 designed to achieve progress against outcome measures specified in RCW
26 74.08A.410. Outcome data regarding job retention and wage progression
27 shall be reported quarterly to appropriate fiscal and policy committees
28 of the legislature for families who leave assistance, measured after 12
29 months, 24 months, and 36 months. The department shall also report the
30 percentage of families who have returned to temporary assistance for
31 needy families after 12 months, 24 months, and 36 months;

32 (c) Submit a report by October 1, 2007, to the fiscal committees of
33 the legislature containing a spending plan for the WorkFirst program.
34 The plan shall identify how spending levels in the 2007-2009 biennium
35 will be adjusted to stay within available federal grant levels and the
36 appropriated state-fund levels;

37 (d) Provide quarterly fiscal reports to the office of financial

1 management and the legislative fiscal committees detailing information
2 on the amount expended from general fund--state and general fund--
3 federal by activity;

4 (e) When determining eligibility for temporary assistance for needy
5 families and general assistance unemployable, treat the following
6 resources as exempt:

7 (i) A motor vehicle with an equity value up to ten thousand
8 dollars;

9 (ii) Retirement savings accounts; and

10 (iii) All other resources, including any excess of values exempted,
11 not to exceed five thousand dollars or other limit as set by the
12 department, to be consistent with limitations on resources and
13 exemptions necessary for federal aid assistance.

14 (2) Up to \$250,000 of the general fund--state appropriation for
15 fiscal year 2008 and \$250,000 of the general fund--state appropriation
16 for fiscal year 2009 of the amounts in subsection (1) of this section
17 are for the WorkFirst pathway to engagement program. The department
18 shall collaborate with community partners and represented staff to
19 identify additional services needed for WorkFirst clients in sanction
20 status. The department shall contract with qualified community-based
21 organizations to deliver such services, provided that such services are
22 complimentary to the work of the department and are not intended to
23 supplant existing staff or services. The department shall also
24 contract with community-based organizations for the provision of
25 services for WorkFirst clients who have been terminated after six
26 months of sanction. Contracts established pursuant to this subsection
27 shall have a performance-based component and shall include both
28 presanction termination and postsanction termination services. Clients
29 shall be able to choose whether or not to accept the services. The
30 department shall develop outcome measures for the program related to
31 outreach and reengagement, reduction of barriers to employment, and
32 client feedback and satisfaction. Nothing in this subsection is
33 intended to modify a collective bargaining agreement under chapter
34 41.80 RCW or to change the state's responsibility under chapter 41.80
35 RCW. The department shall report to the appropriate policy and fiscal
36 committees of the legislature by December 1, 2007, on program
37 implementation and outcomes. The department also shall report on

1 implementation of specialized caseloads for clients in sanction status,
2 including average caseload size, referral process and criteria, and
3 expected outcomes for specialized caseloads.

4 (3) \$210,000 of the general fund--state appropriation for fiscal
5 year 2008, \$187,000 of the general fund--state appropriation for fiscal
6 year 2009, and \$396,000 of the general fund--federal appropriation are
7 provided solely for implementation of section 8 of Second Substitute
8 House Bill No. 1088 (children's mental health). If the bill is not
9 enacted by June 30, 2007, the amounts provided in this subsection shall
10 lapse.

11 (4) \$152,000 of the general fund--state appropriation for fiscal
12 year 2008, \$96,000 of the general fund--state appropriation for fiscal
13 year 2009, and \$482,000 of the general fund--federal appropriation are
14 provided solely for implementation of Second Substitute House Bill No.
15 1009 (child support schedule). If the bill is not enacted by June 30,
16 2007, the amounts provided in this subsection shall lapse.

17 (5) \$750,000 of the general fund--state appropriation for fiscal
18 year 2008 and \$750,000 of the general fund--state appropriation for
19 fiscal year 2009 are provided solely to increase naturalization
20 services. These amounts shall supplement and not supplant state and
21 federal resources currently provided by the department for this
22 purpose.

23 (6) \$1,500,000 of the general fund--state appropriation for fiscal
24 year 2008 and \$1,500,000 of the general fund--state appropriation for
25 fiscal year 2009 are provided solely to increase limited English
26 proficiency pathway services. These amounts shall supplement and not
27 supplant state and federal resources currently provided by the
28 department for this purpose.

29 (7) \$250,000 of the general fund--state appropriation for fiscal
30 year 2008, \$5,782,000 of the general fund--state appropriation for
31 fiscal year 2009, and \$6,431,000 of the general fund--federal
32 appropriation are provided solely for implementation of Substitute
33 Senate Bill No. 5244 (deficit reduction act). If the bill is not
34 enacted by June 30, 2007, the amounts provided in this subsection shall
35 lapse.

36 (8) Within amounts appropriated in this section, the department
37 shall: (a) Increase the state supplemental payment by \$1.77 per month
38 beginning July 1, 2007, and by an additional \$1.83 per month beginning

1 July 1, 2008, for SSI clients who reside in nursing facilities,
2 residential habilitation centers, or state hospitals and who receive a
3 personal needs allowance; and (b) decrease other state supplemental
4 payments.

5 (9) \$100,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$100,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely to the department for the data
8 tracking provisions specified in sections 701 and 702 of Second
9 Substitute Senate Bill No. 5470 (dissolution proceedings). If the
10 bill is not enacted by June 30, 2007, the amounts provided in this
11 subsection shall lapse.

12 (10) \$1,552,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$1,552,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely for implementation of Second
15 Substitute Senate Bill No. 6016 (workfirst program). If the bill is
16 not enacted by June 30, 2007, the amounts provided in this subsection
17 shall lapse.

18 (11) \$50,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$50,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely to the department to award grants
21 to small mutual assistance associations or small community-based
22 organizations that contract with the department for immigrant and
23 refugee assistance services. The funds shall be awarded to demonstrate
24 the impact of providing funding for a case worker in the community
25 organization on the refugees' economic self-sufficiency through the
26 effective use of social services, and financial and medical assistance.

27 (12) \$100,000 of the general fund--state appropriation for fiscal
28 year 2009 is provided solely for implementation of Engrossed Second
29 Substitute House Bill No. 2798 (local farms and healthy kids). If the
30 bill is not enacted by June 30, 2008, the amount provided in this
31 subsection shall lapse.

32 (13) \$465,000 of the general fund--state appropriation for fiscal
33 year 2009 is provided solely to increase the gross income limits on
34 basic food eligibility for food stamps to 200 percent of the federal
35 poverty level.

36 (14) \$656,000 of the general fund--state appropriation for fiscal
37 year 2009 is provided solely to the department to increase immigration

1 and naturalization services. These funds shall not supplant state and
2 federal resources currently provided by the department for this
3 purpose.

4 **Sec. 208.** 2007 c 522 s 208 (uncodified) is amended to read as
5 follows:

6 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ALCOHOL AND**
7 **SUBSTANCE ABUSE PROGRAM**

8	General Fund--State Appropriation (FY 2008)	((\$69,445,000))
9		<u>\$66,087,000</u>
10	General Fund--State Appropriation (FY 2009)	((\$69,663,000))
11		<u>\$69,580,000</u>
12	General Fund--Federal Appropriation	((\$138,942,000))
13		<u>\$144,307,000</u>
14	General Fund--Private/Local Appropriation	\$632,000
15	Criminal Justice Treatment Account--State Appropriation((\$17,752,000))	
16		<u>\$17,557,000</u>
17	Violence Reduction and Drug Enforcement Account--State	
18	Appropriation (FY 2008)	((\$24,538,000))
19		<u>\$22,186,000</u>
20	Violence Reduction and Drug Enforcement Account--State	
21	Appropriation (FY 2009)	((\$24,538,000))
22		<u>\$22,186,000</u>
23	Problem Gambling Account--State	
24	Appropriation	((\$1,567,000))
25		<u>\$1,464,000</u>
26	Public Safety and Education Account--State	
27	Appropriation (FY 2008)	((\$1,044,000))
28		<u>\$6,461,000</u>
29	Public Safety and Education Account--State	
30	Appropriation (FY 2009)	((\$1,043,000))
31		<u>\$6,460,000</u>
32	Pension Funding Stabilization Account--State	
33	Appropriation	\$146,000
34	TOTAL APPROPRIATION	((\$349,310,000))
35		<u>\$357,066,000</u>

36 The appropriations in this section are subject to the following
37 conditions and limitations:

1 (1) \$2,786,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$2,785,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for the parent child assistance
4 program. The department shall contract with the University of
5 Washington and community-based providers for the provision of this
6 program. For all contractors, indirect charges for administering the
7 program shall not exceed ten percent of the total contract amount.

8 (2) \$11,113,000 of the general fund--state appropriation for fiscal
9 year 2008, \$14,490,000 of the general fund--state appropriation for
10 fiscal year 2009, and \$14,269,000 of the general fund--federal
11 appropriation are provided solely for the expansion of chemical
12 dependency treatment services for adult medicaid eligible and general
13 assistance-unemployable patients authorized under the 2005-07 biennial
14 appropriations act. By September 30, 2007, the department shall submit
15 an expenditure and program report relating to the patients receiving
16 treatment and other services pursuant to the funding provided in this
17 subsection (2), as well as to other patients receiving treatment funded
18 by the department. The report shall be submitted to the office of
19 financial management and the appropriate policy and fiscal committees
20 of the legislature. Subsequent updates to this report shall be
21 provided by January 31 and July 31 of each fiscal year of the 2007-09
22 biennium. The reports shall include, but not necessarily be limited
23 to, the following information: (a) The number and demographics
24 (including categories) of patients served; (b) geographic distribution;
25 (c) modality of treatment services provided (i.e. residential or
26 out-patient); (d) treatment completion rates; (e) funds spent; and (f)
27 where applicable, the estimated cost offsets in medical assistance on
28 a total and per patient basis.

29 (3) \$698,000 of the general fund--state appropriation for fiscal
30 year 2008, \$698,000 of the general fund--state appropriation for fiscal
31 year 2009, and \$154,000 of the general fund--federal appropriation are
32 provided solely for the expansion authorized under the 2005-07 biennial
33 appropriations act of chemical dependency treatment services for minors
34 who are under 200 percent of the federal poverty level. The department
35 shall monitor the number and type of clients entering treatment, for
36 purposes of determining potential cost offsets.

37 ~~(4) ((\$250,000 of the general fund--state appropriation for fiscal~~
38 ~~year 2008 and \$250,000 of the general fund--state appropriation for~~

1 ~~fiscal year 2009 are provided solely for the department to contract for~~
 2 ~~the following: (a) A pilot program in Pierce county for family~~
 3 ~~therapeutic court services that include chemical dependency treatment~~
 4 ~~with use of the prometa protocol; and (b) an independent evaluator to~~
 5 ~~evaluate the efficacy of the treatment with the prometa protocol under~~
 6 ~~the pilot program as compared to other drug treatment and to no~~
 7 ~~treatment.)) \$298,000 of the general fund--state appropriation for~~
 8 ~~fiscal year 2009 and \$264,000 of the general fund--federal~~
 9 ~~appropriation are provided solely for the cost of eight youth inpatient~~
 10 ~~beds at the central Washington comprehensive mental health's children's~~
 11 ~~co-occurring disorders inpatient program, scheduled to open in January~~
 12 ~~2009.~~

13 (5) \$2,400,000 of the general fund--state appropriation for fiscal
 14 year 2009 is provided solely for the continuation of two integrated
 15 crisis response/secure detoxification pilot programs and two intensive
 16 case management pilot programs codified in chapter 70.96B RCW. The
 17 appropriation extends the pilot programs and the accompanying study
 18 required by RCW 70.96B.800 for an additional year.

19 **Sec. 209.** 2007 c 522 s 209 (uncodified) is amended to read as
 20 follows:

21 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--MEDICAL ASSISTANCE**
 22 **PROGRAM**

23	General Fund--State Appropriation (FY 2008)	((\$1,589,266,000))
24		<u>\$1,602,827,000</u>
25	General Fund--State Appropriation (FY 2009)	((\$1,665,304,000))
26		<u>\$1,671,096,000</u>
27	General Fund--Federal Appropriation	((\$4,305,197,000))
28		<u>\$4,345,307,000</u>
29	General Fund--Private/Local Appropriation	\$2,000,000
30	Emergency Medical Services and Trauma Care Systems	
31	Trust Account--State Appropriation	\$15,076,000
32	Health Services Account--State Appropriation (FY 2008) ((\$350,259,000))	
33		<u>\$388,946,000</u>
34	Health Services Account--State Appropriation (FY 2009) ((\$385,215,000))	
35		<u>\$421,883,000</u>
36	Pension Funding Stabilization Account--State	
37	Appropriation	\$646,000

1 TOTAL APPROPRIATION ((~~\$8,312,963,000~~))
2 \$8,447,781,000

3 The appropriations in this section are subject to the following
4 conditions and limitations:

5 (1) Based on quarterly expenditure reports and caseload forecasts,
6 if the department estimates that expenditures for the medical
7 assistance program will exceed the appropriations, the department shall
8 take steps including but not limited to reduction of rates or
9 elimination of optional services to reduce expenditures so that total
10 program costs do not exceed the annual appropriation authority.

11 (2) In determining financial eligibility for medicaid-funded
12 services, the department is authorized to disregard recoveries by
13 Holocaust survivors of insurance proceeds or other assets, as defined
14 in RCW 48.104.030.

15 (3) Sufficient amounts are appropriated in this section for the
16 department to continue podiatry services for medicaid-eligible adults.

17 (4) Sufficient amounts are appropriated in this section for the
18 department to provide an adult dental benefit that is at least
19 equivalent to the benefit provided in the 2003-05 biennium.

20 (5) In accordance with RCW 74.46.625, \$6,000,000 of the general
21 fund--federal appropriation is provided solely for supplemental
22 payments to nursing homes operated by public hospital districts. The
23 public hospital district shall be responsible for providing the
24 required nonfederal match for the supplemental payment, and the
25 payments shall not exceed the maximum allowable under federal rules.
26 It is the legislature's intent that the payments shall be supplemental
27 to and shall not in any way offset or reduce the payments calculated
28 and provided in accordance with part E of chapter 74.46 RCW. It is the
29 legislature's further intent that costs otherwise allowable for rate-
30 setting and settlement against payments under chapter 74.46 RCW shall
31 not be disallowed solely because such costs have been paid by revenues
32 retained by the nursing home from these supplemental payments. The
33 supplemental payments are subject to retrospective interim and final
34 cost settlements based on the nursing homes' as-filed and final
35 medicare cost reports. The timing of the interim and final cost
36 settlements shall be at the department's discretion. During either the
37 interim cost settlement or the final cost settlement, the department
38 shall recoup from the public hospital districts the supplemental

1 payments that exceed the medicaid cost limit and/or the medicare upper
2 payment limit. The department shall apply federal rules for
3 identifying the eligible incurred medicaid costs and the medicare upper
4 payment limit.

5 (6) \$1,111,000 of the health services account appropriation for
6 fiscal year 2008, \$1,110,000 of the health services account
7 appropriation for fiscal year 2009, \$5,402,000 of the general fund--
8 federal appropriation, \$1,590,000 of the general fund--state
9 appropriation for fiscal year 2008, and \$1,591,000 of the general
10 fund--state appropriation for fiscal year 2009 are provided solely for
11 grants to rural hospitals. The department shall distribute the funds
12 under a formula that provides a relatively larger share of the
13 available funding to hospitals that (a) serve a disproportionate share
14 of low-income and medically indigent patients and (b) have relatively
15 smaller net financial margins, to the extent allowed by the federal
16 medicaid program.

17 (7) \$10,546,000 of the health services account appropriation for
18 fiscal year 2008, \$10,546,000 of the health services account--state
19 appropriation for fiscal year 2009, and \$19,725,000 of the general
20 fund--federal appropriation are provided solely for grants to nonrural
21 hospitals. The department shall distribute the funds under a formula
22 that provides a relatively larger share of the available funding to
23 hospitals that (a) serve a disproportionate share of low-income and
24 medically indigent patients and (b) have relatively smaller net
25 financial margins, to the extent allowed by the federal medicaid
26 program.

27 (8) The department shall continue the inpatient hospital certified
28 public expenditures program for the 2007-2009 biennium. The program
29 shall apply to all public hospitals, including those owned or operated
30 by the state, except those classified as critical access hospitals or
31 state psychiatric institutions. The department shall submit ((a))
32 reports to the governor and legislature by November 1, 2007, and by
33 November 1, 2008, that evaluate((s)) whether savings continue to exceed
34 costs for this program. If the certified public expenditures program
35 in its current form is no longer cost-effective to maintain, the
36 department shall submit a report to the governor and legislature
37 detailing cost-effective alternative uses of local, state, and federal
38 resources as a replacement for this program. During fiscal year 2008

1 and fiscal year 2009, hospitals in the program shall be paid and shall
2 retain (a) one hundred percent of the federal portion of the allowable
3 hospital cost for each medicaid inpatient fee-for-service claim payable
4 by medical assistance; and (b) one hundred percent of the federal
5 portion of the maximum disproportionate share hospital payment
6 allowable under federal regulations. Inpatient medicaid payments shall
7 be established using an allowable methodology that approximates the
8 cost of claims submitted by the hospitals. Payments made to each
9 hospital in the program in each fiscal year of the biennium shall be
10 compared to a baseline amount that is the total of (a) the total
11 payment for claims for services rendered during the fiscal year
12 calculated according to the methodology employed by the legislature in
13 the omnibus appropriations act for implementation in fiscal year 2008
14 and (b) disproportionate share hospital payment amounts paid to and
15 retained by each hospital during fiscal year 2005 that pertain to
16 fiscal year 2005. If payments during the fiscal year exceed the
17 hospital's baseline amount, no additional payments will be made to the
18 hospital except the federal portion of allowable disproportionate share
19 hospital payments for which the hospital can certify allowable match.
20 If payments during the fiscal year are less than the baseline amount,
21 the hospital will be paid a state grant equal to the difference between
22 payments during the fiscal year and the applicable baseline amount.
23 Payment of the state grant shall be made in the applicable fiscal year
24 and is subject to an interim (~~cost~~) settlement within eleven months
25 after the end of the fiscal year. A final (~~cost~~) settlement shall be
26 performed within two years after the end of the related fiscal year.
27 To the extent that either (~~a final cost~~) settlement determines that
28 a hospital has received funds in excess of what it would have received
29 under the methodology in place in fiscal year 2008 as described in this
30 subsection, the hospital must repay (~~these~~) the excess amounts to the
31 state when requested. (~~(\$74,066,000)~~) \$61,728,000 of the general
32 fund--state appropriation for fiscal year 2008, of which \$6,570,000 is
33 appropriated in section 204(1) of this act and the balance in this
34 section, and (~~(\$59,776,000)~~) \$57,894,000 of the general fund--state
35 appropriation for fiscal year 2009, of which \$6,570,000 is appropriated
36 in section 204(1) of this act and the balance in this section, are
37 provided solely for state grants for the participating hospitals.

1 (9) (~~(\$7,314,000)~~) \$5,087,000 of the general fund--state
2 appropriation for fiscal year 2008, (~~(\$7,800,000)~~) \$9,100,000 of the
3 general fund--state appropriation for fiscal year 2009, and
4 (~~(\$48,995,000)~~) \$65,577,000 of the general fund--federal appropriation
5 are provided solely for development and implementation of a replacement
6 system for the existing medicaid management information system. The
7 amounts are conditioned on the department satisfying the requirements
8 of section 902 of this act.

9 (10) When a person is ineligible for medicaid solely by reason of
10 residence in an institution for mental diseases, the department shall
11 provide the person with the same benefits as he or she would receive if
12 eligible for medicaid, using state-only funds to the extent necessary.

13 (11) The department is authorized to use funds appropriated in this
14 section to purchase goods and supplies through direct contracting with
15 vendors when the department determines it is cost-effective to do so.

16 (12) The legislature affirms that it is in the state's interest for
17 Harborview medical center to remain an economically viable component of
18 the state's health care system.

19 (13) The department shall, within available resources, continue
20 operation of the medical care services care management pilot project
21 for clients receiving general assistance benefits in King and Pierce
22 counties. The project may use a full or partial capitation model that
23 includes a mechanism for shared savings.

24 (14) \$1,688,000 of the general fund--state appropriation for fiscal
25 year 2008 and \$1,689,000 of the general fund--state appropriation for
26 fiscal year 2009 are provided solely to incorporate a mental health
27 service component to the pilot project established pursuant to
28 subsection (13) of this section. Addition of the mental health service
29 component authorized in this subsection is contingent upon the managed
30 care contractor or the participating counties providing, alone or in
31 combination, matching funds in cash or in kind, in an amount equal to
32 one-ninth of the amounts appropriated in this subsection. The mental
33 health service component may include care coordination, mental health
34 services, and integrated medical and mental health service delivery for
35 general assistance clients with mental health disorders, as well as
36 primary care provider training and education. The department shall
37 provide a report to the appropriate committees of the legislature by
38 January 1, 2009, on costs, savings, and any outcomes or quality

1 measures associated with the pilot projects during calendar year 2007
2 and 2008. To the extent possible, the report shall address any impact
3 that the mental health services component has had upon clients' use of
4 medical services, including but not limited to primary care physician's
5 visits, emergency room utilization, and prescription drug utilization.

6 (15) \$341,000 of the health services account appropriation for
7 fiscal year 2008, \$1,054,000 of the health services account
8 appropriation for fiscal year 2009, and \$1,461,000 of the general
9 fund--federal appropriation are provided solely to implement Second
10 Substitute House Bill No. 1201 (foster care youth medical). If the
11 bill is not enacted by June 30, 2007, the amounts provided in this
12 subsection shall lapse.

13 (16) (~~(\$6,529,000)~~) \$6,728,000 of the general fund--state
14 appropriation for fiscal year 2008 and (~~(\$6,651,000)~~) \$8,563,000 of the
15 general fund--state appropriation for fiscal year 2009 are provided
16 solely to provide full benefit dual eligible beneficiaries with
17 medicare part D prescription drug copayment coverage in accordance with
18 chapter 3, Laws of 2007 (part D copayment drug program).

19 (17) The department shall conduct a study to determine the
20 financial impact associated with continuing to cover brand name
21 medications versus the same medication in its generic form. The study
22 shall account for all rebates paid to the state on each product studied
23 up until the point where the generic form is less expensive, net of
24 federally required rebates. The department shall submit its report to
25 the legislative fiscal committees by December 1, 2007.

26 (18) \$198,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$268,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely for the first two years of a four-
29 year project by the Seattle-King county health department to improve
30 management of symptoms and reduce complications related to asthma among
31 medicaid eligible children. The department shall contract with the
32 Seattle-King county health department to have trained community health
33 workers visit medicaid eligible children in their homes to identify and
34 reduce exposure to asthma triggers, improve clients' self-management
35 skills, and coordinate clients' care with their primary care and
36 specialty providers. The contract shall include an evaluation of the
37 impact of the services provided under the contract on urgent

1 physician's visits, emergency room utilization, and inpatient
2 hospitalization.

3 (19) (~~(\$2,450,000)~~) \$1,529,000 of the general fund--state
4 appropriation for fiscal year 2008 and (~~(\$1,950,000)~~) \$2,871,000 of the
5 general fund--state appropriation for fiscal year 2009 are provided
6 solely for development and implementation of an outreach program as
7 provided in chapter 5, Laws of 2007 (Second Substitute Senate Bill No.
8 5093, health services for children). By December 15, 2007, the
9 department shall provide a report to the appropriate committees of the
10 legislature on the progress of implementing the following activities:

11 (a) Feasibility study and implementation plan to develop online
12 application capability that is integrated with the department's
13 automated client eligibility system;

14 (b) Development of data linkages with the office of superintendent
15 of public instruction for free and reduced-price lunch enrollment
16 information and the department of early learning for child care subsidy
17 program enrollment information;

18 (c) Informing insurers and providers when their enrollees'
19 eligibility is going to expire so insurers and providers can help
20 families reenroll;

21 (d) Outreach contracts with local governmental entities, community
22 based organizations, and tribes;

23 (e) Results of data sharing with outreach contractors, and other
24 contracted entities such as local governments, community-based
25 organizations, tribes, health care providers, and insurers to engage,
26 enroll, and reenroll identified children;

27 (f) Results of efforts to maximize federal matching funds, wherever
28 possible; and

29 (g) Plans for sustaining outreach programs proven to be successful.

30 (20) \$640,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$616,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely to:

33 (a) Pay the premiums associated with enrollment in a medicare
34 advantage plan for those full benefit dual eligible beneficiaries, as
35 defined in RCW 74.09.010, who were enrolled on or before November 14,
36 2006 in a medicare advantage plan sponsored by an entity accredited by
37 the national committee for quality assurance and for whom the
38 department had been paying Part C premium as of November 2006; and

1 (b) Undertake, directly or by contract, a study to determine the
2 cost-effectiveness of paying premiums for enrollment of full benefit
3 dual eligible beneficiaries in medicare advantage plans in lieu of
4 paying full benefit dual eligible beneficiaries' medicare cost-sharing.
5 The study shall compare the cost and health outcomes experience,
6 including rates of nursing home placement and costs for groups of full
7 benefit dual eligible beneficiaries who are enrolled in medicare
8 advantage plans, in medicare special needs plan or in medicare fee-for-
9 service. The study shall compare the health status and utilization of
10 health and long-term care services for the three groups, and the impact
11 of access to a medical home and specialty care, over a period of two
12 years to determine any differences in health status, health outcomes,
13 and state expenditures that result. The department shall submit the
14 results of the study to the governor and the legislature by June 30,
15 2009. The department is authorized to accept private cash and in-kind
16 donations and grants to support the study and evaluation.

17 (c) Track enrollment and expenditures for this population on
18 department monthly management reports.

19 (21) \$756,000 of the general fund--state appropriation for fiscal
20 year 2008, \$1,193,000 of the general fund--state appropriation for
21 fiscal year 2009, \$1,261,000 of the health services account--state
22 appropriation for fiscal year 2009, and \$2,448,000 of the general
23 fund--federal appropriation are provided solely to implement sections
24 5, 7, 8, and 11 of Second Substitute House Bill No. 1088 (children's
25 mental health). If the bill is not enacted by June 30, 2007, the
26 amounts provided in this subsection shall lapse.

27 (22) \$288,000 of the general fund--state appropriation for fiscal
28 year 2008, \$277,000 of the general fund--state appropriation for fiscal
29 year 2009, and \$566,000 of the general fund--federal appropriation are
30 provided solely for the implementation of Engrossed Second Substitute
31 Senate Bill No. 5930 (blue ribbon comm/health care). If the bill is
32 not enacted by June 30, 2007, the amounts provided in this subsection
33 shall lapse.

34 (23) \$150,000 of the general fund--state appropriation for fiscal
35 year 2008 is provided solely for the department of social and health
36 services, in consultation with the health care authority and the
37 employment security department, to prepare and submit a report and
38 recommendations to the governor and the legislature related to coverage

1 of low-wage workers enrolled on state plans who are employed by
2 employers with more than fifty employees. The report shall address
3 multiple approaches, including but not limited to the proposal included
4 in House Bill No. 2094 (taxpayer health care fairness act). The
5 discussion of each approach included in the report should identify how
6 the approach would further the goal of shared responsibility for
7 coverage of low-wage workers, obstacles to implementation and options
8 to address them, and estimated implementation costs. The report shall
9 be submitted on or before November 15, 2007. The agencies shall
10 establish a workgroup, which shall be closely involved and consulted in
11 the development of the report and recommendations under this
12 subsection. The workgroup shall include the following participants:
13 Persons or organizations representing large employers in the retail,
14 agricultural and grocery trades, other large employers, organizations
15 representing employees of large employers, organizations representing
16 low-wage employees of large employers, state and local governmental
17 entities as employers, and organizations representing employees of
18 state and local governmental entities. In addition, the workgroup
19 shall include three members from each of the two largest caucuses of
20 the house of representatives, appointed by the speaker, and three
21 members from each of the two largest caucuses of the senate, appointed
22 by the president of the senate.

23 (24) \$250,000 of the general fund--state appropriation for fiscal
24 year 2009 is provided solely for implementation of Substitute House
25 Bill No. 2993 (studying continuity of medical assistance). If the bill
26 is not enacted by June 30, 2008, the amount provided in this subsection
27 shall lapse.

28 (25) \$165,000 of the general fund--state appropriation for fiscal
29 year 2009, \$269,000 of the health services account--state appropriation
30 for fiscal year 2009, and \$425,000 of the general fund--federal
31 appropriation are provided solely for implementation of Substitute
32 House Bill No. 3059 (lead blood level testing). If the bill is not
33 enacted by June 30, 2008, the amounts provided in this subsection shall
34 lapse.

35 (26)(a) Within the appropriations in this section, sufficient
36 funding is provided to the department of social and health services and
37 the employment security department to develop an implementation plan
38 that would:

1 (i) Allow applicants and recipients of unemployment insurance to
2 request assistance with health coverage for household members, and

3 (ii) Authorize the exchange of information between the employment
4 security department and the department of social and health services to
5 more efficiently determine eligibility for health coverage under
6 chapter 74.09 RCW.

7 (b) The plan developed in (a) of this subsection should address
8 permissible uses of federal employment security funding and
9 infrastructure, identification of any necessary statutory changes, and
10 cost information.

11 (c) The plan shall be submitted in a report to the governor and
12 legislature by November 15, 2008.

13 (27)(a) Within the appropriations in this section, sufficient
14 funding is provided to the department to prepare a fiscal analysis of
15 increasing the Medicaid categorically needy income level and medically
16 needy income level to one hundred percent of the federal poverty level,
17 as adjusted for family size. In developing the fiscal analysis, the
18 department shall consider and present both potential costs and cost
19 offsets, including:

20 (i) Per capita cost reductions that could result from current
21 medically needy clients having access to continuous coverage through
22 the categorically needy program;

23 (ii) Reductions in the number of clients receiving long term care
24 services that might result from clients having increased access to
25 Medicaid coverage for medical needs;

26 (iii) The impact on economic services administration staffing
27 needs, including savings associated with reduced medically needy
28 caseloads;

29 (iv) The impact on the department's automated eligibility and
30 payment systems to implement the categorically needy income level and
31 medically needy income level to one hundred percent of the federal
32 poverty level; and

33 (v) The impact on regional support networks, including additional
34 Medicaid revenues, potentially reduced demand for nonmedicaid funded
35 services, and changes in utilization of emergency room and hospital
36 services that might result from continuous access to mental health
37 services.

1 (b) The department shall submit the analysis in (a) of this
2 subsection to the governor and the health policy and fiscal committees
3 of the legislature by November 1, 2008.

4 (28) \$50,000 of the general fund--state appropriation for fiscal
5 year 2009 and \$50,000 of the general fund--federal appropriation are
6 provided solely for implementation of the agency's responsibilities in
7 Engrossed Second Substitute House Bill No. 2549 (medical homes). If
8 the bill is not enacted by June 30, 2008, the amount provided in this
9 subsection shall lapse.

10 **Sec. 210.** 2007 c 522 s 210 (uncodified) is amended to read as
11 follows:

12 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--VOCATIONAL**
13 **REHABILITATION PROGRAM**

14	General Fund--State Appropriation (FY 2008)	((\$12,986,000))
15		<u>\$11,543,000</u>
16	General Fund--State Appropriation (FY 2009)	((\$14,336,000))
17		<u>\$13,076,000</u>
18	General Fund--Federal Appropriation	((\$90,886,000))
19		<u>\$92,975,000</u>
20	Telecommunications Devices for the Hearing and	
21	Speech Impaired--State Appropriation	((\$1,793,000))
22		<u>\$1,975,000</u>
23	Pension Funding Stabilization Account--State	
24	Appropriation	\$116,000
25	TOTAL APPROPRIATION	((\$120,117,000))
26		<u>\$119,685,000</u>

27 **Sec. 211.** 2007 c 522 s 211 (uncodified) is amended to read as
28 follows:

29 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--SPECIAL COMMITMENT**
30 **PROGRAM**

31	General Fund--State Appropriation (FY 2008)	((\$51,103,000))
32		<u>\$52,506,000</u>
33	General Fund--State Appropriation (FY 2009)	((\$54,219,000))
34		<u>\$55,755,000</u>
35	TOTAL APPROPRIATION	((\$105,322,000))
36		<u>\$108,261,000</u>

1 The appropriations in this section are subject to the following
2 conditions and limitations: \$134,000 of the general fund--state
3 appropriation for fiscal year 2009 is provided solely for
4 implementation of Substitute House Bill No. 2756 (commitment center
5 calls). If the bill is not enacted by June 30, 2008, the amount
6 provided in this subsection shall lapse.

7 **Sec. 212.** 2007 c 522 s 212 (uncodified) is amended to read as
8 follows:

9 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ADMINISTRATION AND**
10 **SUPPORTING SERVICES PROGRAM**

11	General Fund--State Appropriation (FY 2008)	((\$35,438,000))
12		<u>\$40,502,000</u>
13	General Fund--State Appropriation (FY 2009)	((\$36,504,000))
14		<u>\$42,311,000</u>
15	General Fund--Federal Appropriation	((\$64,730,000))
16		<u>\$65,334,000</u>
17	General Fund--Private/Local Appropriation	((\$810,000))
18		<u>\$1,526,000</u>
19	Public Safety and Education Account--State	
20	Appropriation (FY 2008)	((\$1,226,000))
21		<u>\$700,000</u>
22	Public Safety and Education Account--State	
23	Appropriation (FY 2009)	((\$1,226,000))
24		<u>\$1,752,000</u>
25	Pension Funding Stabilization Account--State	
26	Appropriation	\$1,408,000
27	Violence Reduction and Drug Enforcement Account--	
28	State Appropriation (FY 2008)	\$913,000
29	Violence Reduction and Drug Enforcement Account--	
30	State Appropriation (FY 2009)	\$926,000
31	TOTAL APPROPRIATION	((\$143,181,000))
32		<u>\$155,372,000</u>

33 The appropriations in this section are subject to the following
34 conditions and limitations:

35 (1) \$250,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$250,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for the expansion of the
2 Washington state mentors program, which provides technical assistance
3 and training to mentoring programs that serve at-risk youth.

4 (2) \$1,750,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$1,750,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the Washington council for
7 prevention of child abuse and neglect to expand its home visitation
8 program.

9 (3) \$150,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$150,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely to the family policy council for
12 distribution as grants to community networks in counties with county
13 juvenile courts participating in decategorization of funding through
14 the juvenile rehabilitation administration. The council shall provide
15 grants of up to \$50,000 per fiscal year to the Pierce County-Tacoma
16 urban community network and additional community networks supporting
17 counties or groups of counties in evaluating programs funded through a
18 block grant by the juvenile rehabilitation administration. Funds not
19 used for grants to community networks supporting counties or groups of
20 counties participating in the decategorization block grants shall
21 lapse.

22 (4) \$500,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$500,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely for funding of the teamchild
25 project through the governor's juvenile justice advisory committee.

26 (5) \$85,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$85,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely for the continuation of the
29 postpartum depression campaign, including the design and production of
30 brochures in various languages, a radio public service announcement,
31 and other outreach and training efforts.

32 (6) \$200,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$200,000 of the general fund--state appropriation for
34 fiscal year 2009 are provided solely to expand and enhance the juvenile
35 detention alternatives initiative. This funding is intended to add
36 three new program sites, support the addition of a data analyst, and to
37 provide resources for the state to participate in annual national
38 conferences.

1 (7) (~~(\$144,000)~~) \$95,000 of the general fund--state appropriation
2 for fiscal year 2008, (~~(\$111,000)~~) \$87,000 of the general fund--state
3 appropriation for fiscal year 2009, and (~~(\$136,000)~~) \$101,000 of the
4 general fund--federal appropriation are provided solely for the
5 implementation of Engrossed Second Substitute House Bill No. 1422
6 (incarcerated parents). If the bill is not enacted by June 30, 2007,
7 the amounts provided in this subsection shall lapse.

8 (8) \$12,000 of the general fund--state appropriation for fiscal
9 year 2009 and \$7,000 of the general fund--federal appropriation are
10 provided solely for the implementation of chapter 465, Laws of 2007.

11 (9) \$196,000 of the general fund--state appropriation for fiscal
12 year 2008, \$804,000 of the general fund--state appropriation for fiscal
13 year 2009, and \$581,000 of the general fund--federal appropriation are
14 provided solely for the development of a project plan, time line, and
15 budget plan for a more flexible payment system for independent home
16 care providers and others who collectively bargain for wages and
17 benefits.

18 **Sec. 213.** 2007 c 522 s 213 (uncodified) is amended to read as
19 follows:

20 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--PAYMENTS TO OTHER**
21 **AGENCIES PROGRAM**

22	General Fund--State Appropriation (FY 2008)	((\$59,460,000))
23		<u>\$59,188,000</u>
24	General Fund--State Appropriation (FY 2009)	((\$59,497,000))
25		<u>\$59,998,000</u>
26	General Fund--Federal Appropriation	((\$57,255,000))
27		<u>\$57,183,000</u>
28	TOTAL APPROPRIATION	((\$176,212,000))
29		<u>\$176,369,000</u>

30 **Sec. 214.** 2007 c 522 s 214 (uncodified) is amended to read as
31 follows:

32 **FOR THE STATE HEALTH CARE AUTHORITY**

33	General Fund--State Appropriation (FY 2008)	((\$500,000))
34		<u>\$1,000,000</u>
35	(General Fund--State Appropriation (FY 2009)	(\$500,000))
36	General Fund--Federal Appropriation	((\$4,885,000))

1		<u>\$4,979,000</u>
2	State Health Care Authority Administrative Account--	
3	State Appropriation	((\$56,074,000))
4		<u>\$56,078,000</u>
5	<u>State Health Care Authority Administrative Account--</u>	
6	<u>Private/Local Appropriation</u>	<u>\$100,000</u>
7	Medical Aid Account--State Appropriation	\$529,000
8	Health Services Account--State Appropriation	
9	(FY 2008)	((\$274,666,000))
10		<u>\$271,478,000</u>
11	Health Services Account--State Appropriation (FY 2009)((\$300,580,000))	
12		<u>\$303,765,000</u>
13	TOTAL APPROPRIATION	((\$637,734,000))
14		<u>\$637,929,000</u>

15 The appropriations in this section are subject to the following
16 conditions and limitations:

17 (1) Within amounts appropriated in this section and sections 205
18 and 206 of this act, the health care authority shall continue to
19 provide an enhanced basic health plan subsidy for foster parents
20 licensed under chapter 74.15 RCW and workers in state-funded home care
21 programs. Under this enhanced subsidy option, foster parents eligible
22 to participate in the basic health plan as subsidized enrollees and
23 home care workers with family incomes below 200 percent of the federal
24 poverty level shall be allowed to enroll in the basic health plan at
25 the minimum premium amount charged to enrollees with incomes below
26 sixty-five percent of the federal poverty level.

27 (2) The health care authority shall require organizations and
28 individuals that are paid to deliver basic health plan services and
29 that choose to sponsor enrollment in the subsidized basic health plan
30 to pay 133 percent of the premium amount which would otherwise be due
31 from the sponsored enrollees.

32 (3) The administrator shall take at least the following actions to
33 assure that persons participating in the basic health plan are eligible
34 for the level of assistance they receive: (a) Require submission of
35 (i) income tax returns, and recent pay history, from all applicants, or
36 (ii) other verifiable evidence of earned and unearned income from those
37 persons not required to file income tax returns; (b) check employment
38 security payroll records at least once every twelve months on all

1 enrollees; (c) require enrollees whose income as indicated by payroll
2 records exceeds that upon which their subsidy is based to document
3 their current income as a condition of continued eligibility; (d)
4 require enrollees for whom employment security payroll records cannot
5 be obtained to document their current income at least once every six
6 months; (e) not reduce gross family income for self-employed persons by
7 noncash-flow expenses such as, but not limited to, depreciation,
8 amortization, and home office deductions, as defined by the United
9 States internal revenue service; and (f) pursue repayment and civil
10 penalties from persons who have received excessive subsidies, as
11 provided in RCW 70.47.060(9).

12 (4) (~~(\$1,984,000 of the health services account state~~
13 ~~appropriation for fiscal year 2008 and~~) \$6,315,000 of the health
14 services account--state appropriation for fiscal year 2009 (~~are~~) is
15 provided solely for additional enrollment in the basic health plan. If
16 available basic health plan slots are exceeded, the authority shall
17 maintain a waiting list and provide for notification when slots become
18 available.

19 (5) Appropriations in this act include specific funding for health
20 records banking under section 10 of Engrossed Second Substitute Senate
21 Bill No. 5930 (blue ribbon commission).

22 (6) \$11,934,000 of the health services account--state appropriation
23 for fiscal year 2008 and \$11,834,000 of the health services account--
24 state appropriation for fiscal year 2009 are provided solely for
25 funding for health care services provided through local community
26 clinics.

27 (7) \$784,000 of the health services account--state appropriation
28 for fiscal year 2008, \$1,676,000 of the health service account--state
29 appropriation for fiscal year 2009, \$540,000 of the general fund--
30 federal appropriation, and \$22,480,000 of the state health care
31 authority administrative account--state appropriation are provided for
32 the development of a new benefits administration and insurance
33 accounting system.

34 (8) (~~(\$2,137,000)~~) \$1,639,000 of the health services account--state
35 appropriation for fiscal year 2008 and (~~(\$1,000,000)~~) \$3,183,000 of the
36 health services account--state appropriation for fiscal year 2009 are
37 provided solely for section 5 of Engrossed Second Substitute House Bill
38 No. 1569 (health insurance partnership board) and related provisions of

1 Engrossed Second Substitute Senate Bill No. 5930 (blue ribbon
2 commission on health care). An additional \$1,000,000 of the health
3 services account--state appropriation for fiscal year 2009 is provided
4 solely for implementation of premium subsidies to low-income employees
5 of small employers participating in the health insurance partnership,
6 as generally described in Second Substitute House Bill No. 2537
7 (modifications to the health insurance partnership).

8 (9) \$664,000 of the health services account--state appropriation
9 for fiscal year 2008 and \$664,000 of the health services account--state
10 appropriation for fiscal year 2009 are provided solely for the
11 implementation of the Washington quality forum, pursuant to section 9
12 of Engrossed Second Substitute Senate Bill No. 5930 (blue ribbon
13 commission). If the section is not enacted by June 2007, the amounts
14 provided in this subsection shall lapse.

15 (10) \$600,000 of the state health care authority administrative
16 account--state appropriation is provided solely for the implementation
17 of the state employee health pilot, pursuant to section 41 of Engrossed
18 Second Substitute Senate Bill No. 5930 (blue ribbon commission). If
19 the section is not enacted by June 2007, the amounts provided in this
20 subsection shall lapse.

21 (11) \$250,000 of the health services account--state appropriation
22 for fiscal year 2008 and \$250,000 of the health services account--state
23 appropriation for fiscal year 2009 are provided solely for continuation
24 of the community health collaborative grant program in accordance with
25 chapter 67, Laws of 2006 (E2SSB 6459). The applicant organizations
26 must assure measurable improvements in health access within their
27 service region, demonstrate active collaboration with key community
28 partners, and provide two dollars in matching funds for each grant
29 dollar awarded.

30 (12) \$731,000 of the health services account--state appropriation
31 for fiscal year 2008 and \$977,000 of the health services account--state
32 appropriation for fiscal year 2009 are provided solely for the dental
33 residency program, including maintenance of the existing residency
34 positions and the establishment of six additional resident positions in
35 fiscal year 2008 (four in eastern Washington and two in the Seattle
36 area), and five additional positions in fiscal year 2009.

37 ((+14)) (13) Appropriations in this act include funding for

1 sections 14 (reducing unnecessary emergency room use) and 40 (state
2 employee health program) of Engrossed Second Substitute Senate Bill No.
3 5930 (blue ribbon commission).

4 **Sec. 215.** 2007 c 522 s 215 (uncodified) is amended to read as
5 follows:

6 **FOR THE HUMAN RIGHTS COMMISSION**

7	General Fund--State Appropriation (FY 2008)	((\$3,444,000))
8		<u>\$3,386,000</u>
9	General Fund--State Appropriation (FY 2009)	((\$3,350,000))
10		<u>\$3,796,000</u>
11	General Fund--Federal Appropriation	((\$1,345,000))
12		<u>\$1,527,000</u>
13	TOTAL APPROPRIATION	((\$8,139,000))
14		<u>\$8,709,000</u>

15 The appropriations in this section are subject to the following
16 conditions and limitations: \$115,000 of the general fund--state
17 appropriation for fiscal year 2008 and \$190,000 of the general fund--
18 state appropriation for fiscal year 2009 are provided solely for
19 implementation of Substitute House Bill No. 3193 (whistleblower
20 protections). If the bill is not enacted by June 30, 2008, the amounts
21 provided in this subsection shall lapse.

22 **Sec. 216.** 2007 c 522 s 216 (uncodified) is amended to read as
23 follows:

24 **FOR THE BOARD OF INDUSTRIAL INSURANCE APPEALS**

25	Worker and Community Right-to-Know Account--State	
26	Appropriation	\$20,000
27	Accident Account--State Appropriation	((\$18,123,000))
28		<u>\$18,341,000</u>
29	Medical Aid Account--State Appropriation	((\$18,124,000))
30		<u>\$18,638,000</u>
31	TOTAL APPROPRIATION	((\$36,267,000))
32		<u>\$36,999,000</u>

33 The appropriations in this section are subject to the following
34 conditions and limitations: \$216,000 of the accident account--state
35 appropriation and \$512,000 of the medical aid account--state
36 appropriation are provided solely for implementation of Engrossed

1 Second Substitute House Bill No. 3139 (industrial insurance orders).
2 If the bill is not enacted by June 30, 2008, the amount provided in
3 this subsection shall lapse.

4 **Sec. 217.** 2007 c 522 s 217 (uncodified) is amended to read as
5 follows:

6 **FOR THE CRIMINAL JUSTICE TRAINING COMMISSION**

7 <u>General Fund--State Appropriation (FY 2009)</u>	\$806,000
8 Public Safety and Education Account--State	
9 Appropriation (FY 2008)	(\$15,537,000)
10	<u>\$15,680,000</u>
11 Public Safety and Education Account--State	
12 Appropriation (FY 2009)	(\$14,340,000)
13	<u>\$21,800,000</u>
14 Death Investigations Account--State Appropriation	\$148,000
15 Municipal Criminal Justice Assistance Account--	
16 State Appropriation	\$460,000
17 Washington Auto Theft Prevention Authority Account--	
18 State Appropriation	\$12,322,000
19 TOTAL APPROPRIATION	(\$42,807,000)
20	<u>\$51,216,000</u>

21 The appropriations in this section are subject to the following
22 conditions and limitations:

23 (1) During the 2007-2009 biennium, the criminal justice training
24 commission is authorized to raise existing fees charged for firearms
25 certification for security guards in excess of the fiscal growth factor
26 established pursuant to RCW 43.135.055, if necessary, to meet the
27 actual costs of conducting the certification programs and the
28 appropriation levels in this section.

29 (2) \$2,390,000 of the public safety and education account--state
30 appropriation for fiscal year 2008 and ~~(\$956,000)~~ \$1,809,000 of the
31 public safety and education account--state appropriation for fiscal
32 year 2009 are provided solely for ten additional basic law enforcement
33 academies in fiscal year 2008 and ~~(four)~~ nine additional basic law
34 enforcement academies in fiscal year 2009. ~~((Continued funding for~~
35 ~~these additional academies is contingent upon the result of an office~~
36 ~~of financial management forecast for future student demand for basic~~

1 ~~law enforcement academies at the criminal justice training centers in~~
2 ~~Burien and Spokane.)~~)

3 (3) \$1,044,000 of the public safety and education account--state
4 appropriation for fiscal year 2008 and \$1,191,000 of the public safety
5 and education account--state appropriation for fiscal year 2009 are
6 provided solely for the Washington association of sheriffs and police
7 chiefs to continue to develop, maintain, and operate the jail booking
8 and reporting system (JBRS) and the statewide automated victim
9 information and notification system (SAVIN).

10 (4) \$28,000 of the public safety and education account--state
11 appropriation for fiscal year 2008 is provided solely for the
12 implementation of chapter 10, Laws of 2007 (SSB 5191, missing persons).

13 (5) \$5,400,000 of the Washington auto theft prevention authority
14 account--state appropriation for fiscal year 2008 and \$6,922,000 of the
15 Washington auto theft prevention authority account--state appropriation
16 for fiscal year 2009 are provided solely for the implementation of
17 Engrossed Third Substitute House Bill No. 1001 (auto theft). If the
18 bill is not enacted by June 30, 2007, the amounts provided in this
19 subsection shall lapse.

20 (6) \$150,000 of the public safety and education account--state
21 appropriation for fiscal year 2008 and \$150,000 of the public safety
22 and education account--state appropriation for fiscal year 2009 are
23 provided solely ((~~for the implementation of Substitute House Bill No.~~
24 ~~1333 (child welfare). If the bill is not enacted by June 30, 2007, the~~
25 ~~amounts provided in this subsection shall lapse~~) to deliver multi-
26 disciplinary team training sessions aimed at improving the coordination
27 of, and communication between, agencies involved in the investigation
28 of child fatality, child sexual abuse, child physical abuse, and
29 criminal neglect cases.

30 (7) \$25,000 of the public safety and education account--state
31 appropriation for fiscal year 2008 is provided solely for the
32 implementation of Substitute Senate Bill No. 5987 (gang-related
33 offenses). If the bill is not enacted by June 30, 2007, the amount
34 provided in this subsection shall lapse.

35 (8) \$50,000 of the public safety and education account--state
36 appropriation for fiscal year 2008 and \$50,000 of the public safety and
37 education account--state appropriation for fiscal year 2009 are
38 provided solely for support of the coalition of small police agencies

1 major crimes task force. The purpose of this task force is to pool its
2 resources and to establish an efficient and cooperative approach in
3 addressing major violent crimes.

4 (9) \$20,000 of the public safety and education account--state
5 appropriation for fiscal year 2008 is provided solely for the
6 implementation of Substitute Senate Bill No. 5315 (forest
7 fires/property access). If the bill is not enacted by June 30, 2007,
8 the amount provided in this subsection shall lapse.

9 (10) \$5,000,000 of the public safety and education account--state
10 appropriation for fiscal year 2009 is provided to the Washington
11 association of sheriffs and police chiefs solely to verify the address
12 and residency of all registered sex offenders and kidnapping offenders
13 under RCW 9A.44.130. The Washington association of sheriffs and police
14 chiefs shall:

15 (a) Enter into performance based agreements with units of local
16 government to ensure that registered offender address and residency are
17 verified:

18 (A) For level I offenders, every twelve months;

19 (B) For level II offenders, every six months;

20 (C) For level III offenders, every three months; and

21 (D) For the purposes of this subsection, unclassified offenders and
22 kidnapping offenders shall be considered at risk level I, unless in the
23 opinion of the local jurisdiction a higher classification is in the
24 interest of public safety.

25 (b) Collect performance data from all participating jurisdictions
26 sufficient to evaluate the efficiency and effectiveness of the address
27 and residency verification program.

28 (c) Submit a report on the effectiveness of the address and
29 residency verification program to the governor and the appropriate
30 committees of the house of representatives and senate on September 1,
31 2009.

32 The Washington association of sheriffs and police chiefs may retain up
33 to three percent of the amount provided in this subsection for the cost
34 of administration. Any funds not disbursed for address and residency
35 verification or retained for administration may be allocated to local
36 prosecutors for the prosecution costs associated with failing to
37 register offenses.

1 (11) \$500,000 of the general fund--state appropriation for fiscal
 2 year 2009 and \$1,000,000 of the public safety and education account--
 3 state appropriation for fiscal year 2009 are provided solely for
 4 implementation of Engrossed Second Substitute House Bill No. 2712
 5 (criminal street gangs). If the bill is not enacted by June 30, 2008,
 6 the amount provided in this subsection shall lapse.

7 (12) \$305,000 of the general fund--state appropriation for fiscal
 8 year 2009 is provided solely for a grant program to pay for the costs
 9 of local law enforcement agencies participating in specialized crisis
 10 intervention training.

11 **Sec. 218.** 2007 c 522 s 218 (uncodified) is amended to read as
 12 follows:

13 **FOR THE DEPARTMENT OF LABOR AND INDUSTRIES**

14	General Fund--State Appropriation (FY 2008)	((\$8,711,000))
15		<u>\$8,716,000</u>
16	General Fund--State Appropriation (FY 2009)	((\$8,879,000))
17		<u>\$9,511,000</u>
18	General Fund--Federal Appropriation	\$100,000
19	Public Safety and Education Account--State	
20	Appropriation (FY 2008)	((\$15,386,000))
21		<u>\$15,390,000</u>
22	Public Safety and Education Account--State	
23	Appropriation (FY 2009)	((\$16,607,000))
24		<u>\$16,621,000</u>
25	Public Safety and Education Account--Federal	
26	Appropriation	\$10,000,000
27	Asbestos Account--State Appropriation	((\$923,000))
28		<u>\$918,000</u>
29	Electrical License Account--State Appropriation	((\$40,718,000))
30		<u>\$42,130,000</u>
31	Farm Labor Revolving Account--Private/Local	
32	Appropriation	\$28,000
33	Worker and Community Right-to-Know Account--State	
34	Appropriation	((\$1,961,000))
35		<u>\$1,955,000</u>
36	Public Works Administration Account--State	
37	Appropriation	((\$3,996,000))

1		<u>\$3,984,000</u>
2	Manufactured Home Installation Training Account--	
3	State Appropriation	\$192,000
4	Accident Account--State Appropriation	((\$228,998,000))
5		<u>\$234,918,000</u>
6	Accident Account--Federal Appropriation	\$13,622,000
7	Medical Aid Account--State Appropriation	((\$239,248,000))
8		<u>\$237,905,000</u>
9	Medical Aid Account--Federal Appropriation	\$3,186,000
10	<u>Medical Aid Account--Private/Local Appropriation</u>	<u>\$110,000</u>
11	Plumbing Certificate Account--State Appropriation	((\$1,653,000))
12		<u>\$1,843,000</u>
13	Pressure Systems Safety Account--State	
14	Appropriation	((\$3,667,000))
15		<u>\$3,685,000</u>
16	TOTAL APPROPRIATION	((\$597,875,000))
17		<u>\$604,814,000</u>

18 The appropriations in this section are subject to the following
19 conditions and limitations:

20 (1) \$2,413,000 of the medical aid account--state appropriation is
21 provided solely for conducting utilization reviews of physical and
22 occupational therapy cases at the 24th visit and the associated
23 administrative costs, including those of entering data into the
24 claimant's file. The department shall develop and report performance
25 measures and targets for these reviews to the office of financial
26 management. The reports are due September 30th for the prior fiscal
27 year and must include the amount spent and the estimated savings per
28 fiscal year.

29 (2) \$2,247,000 of the medical aid account--state appropriation is
30 provided solely to implement Engrossed Substitute Senate Bill No. 5920
31 (vocational rehabilitation). If the bill is not enacted by June 30,
32 2007, the amount provided in this subsection shall lapse.

33 (3) \$822,000 of the medical aid account--state appropriation is
34 provided solely for vocational services professional staff salary
35 adjustments necessary to recruit and retain positions required for
36 anticipated changes in work duties as a result of Engrossed Substitute
37 Senate Bill No. 5920 (vocational rehabilitation). If the bill is not
38 enacted by June 30, 2007, the amount provided in this subsection shall

1 lapse. Compensation for anticipated changes to work duties is subject
2 to review and approval by the director of the department of personnel
3 and is subject to collective bargaining.

4 (4) \$8,000,000 of the medical aid account--state appropriation is
5 provided solely to establish a program of safety and health as
6 authorized by RCW 49.17.210 to be administered under rules adopted
7 pursuant to chapter 34.05 RCW, provided that projects funded involve
8 workplaces insured by the medical aid fund, and that priority is given
9 to projects fostering accident prevention through cooperation between
10 employers and employees or their representatives.

11 (5) \$600,000 of the medical aid account--state appropriation is
12 provided solely for the department to contract with one or more
13 independent experts to evaluate and recommend improvements to the
14 rating plan under chapter 51.18 RCW, including analyzing how risks are
15 pooled, the effect of including worker premium contributions in
16 adjustment calculations, incentives for accident and illness
17 prevention, return-to-work practices, and other sound risk-management
18 strategies that are consistent with recognized insurance principles.

19 (6) \$181,000 of the accident account--state appropriation and
20 \$181,000 of the medical aid account--state appropriation are provided
21 solely to implement Substitute Senate Bill No. 5443 (workers'
22 compensation claims). If the bill is not enacted by June 30, 2007, the
23 amounts provided in this subsection shall lapse.

24 (7) \$558,000 of the medical aid account--state appropriation is
25 provided solely to implement Engrossed Substitute Senate Bill No. 5290
26 (workers' compensation advisory committees). If the bill is not
27 enacted by June 30, 2007, the amount provided in this subsection shall
28 lapse.

29 (8) \$104,000 of the public safety and education account--state
30 appropriation for fiscal year 2008, \$104,000 of the public safety and
31 education account--state appropriation for fiscal year 2009, \$361,000
32 of the accident account--state appropriation, and \$361,000 of the
33 medical aid account--state appropriation are provided solely for
34 implementation of Engrossed Substitute Senate Bill No. 5675 (workers'
35 compensation benefits). If the bill is not enacted by June 30, 2007,
36 the amounts provided in this subsection shall lapse.

37 (9) \$730,000 of the medical aid account--state appropriation is
38 provided solely for implementation of Engrossed Second Substitute

1 Senate Bill No. 5930 (blue ribbon commission). If the bill is not
2 enacted by June 30, 2007, the amount provided in this subsection shall
3 lapse.

4 (10) \$437,000 of the accident account--state appropriation and
5 \$437,000 of the medical aid account--state appropriation are provided
6 solely for implementation of Substitute Senate Bill No. 5053
7 (industrial insurance ombudsman). If the bill is not enacted by June
8 30, 2007, the amounts provided in this subsection shall lapse.

9 (11) \$74,000 of the accident account--state appropriation and
10 \$74,000 of the medical aid--state appropriation are provided solely for
11 implementation of Engrossed Substitute Senate Bill No. 5915 (notices to
12 employers). If the bill is not enacted by June 30, 2007, the amounts
13 provided in this subsection shall lapse.

14 (12) \$605,000 of the accident account--state appropriation for
15 fiscal year 2008 is provided solely for a study of the incidence of
16 permanent total disability pensions in the state's workers'
17 compensation system. To conduct the study, the department shall
18 contract with an independent researcher that has demonstrated expertise
19 in workers' compensation systems. When selecting the independent
20 researcher, the department shall consult the labor and business members
21 of the workers' compensation advisory committee and, if the labor and
22 business members of the workers' compensation advisory committee agree
23 on a particular independent researcher, the department shall select
24 that independent researcher. The study must consider causes of the
25 recent increase in permanent total disability cases, future anticipated
26 permanent total disability trends, a comparison of Washington's
27 permanent total disability claims experience and injured workers with
28 other states and jurisdictions, the impact of the standard for finding
29 workers employable on the incidence of permanent total disability
30 pensions, and the impact of vocational rehabilitation under RCW
31 51.32.095 on the incidence of permanent total disability pensions. The
32 department shall report to the workers' compensation advisory
33 committee, the house of representatives commerce and labor committee,
34 and the senate labor, commerce, research and development committee on
35 the results of the study on or before July 1, 2008.

36 (13) \$1,089,000 of the accident account--state appropriation and
37 \$192,000 of the medical aid account--state appropriation are provided

1 solely for implementation of chapter 27, Laws of 2007 (ESHB 2171, crane
2 safety).

3 (14) \$100,000 of the general fund--federal appropriation and
4 \$192,000 of the manufactured home installation training account--state
5 appropriation are provided solely for Substitute House Bill No. 2118
6 (mobile/manufactured homes). If the bill is not enacted by June 30,
7 2007, the amounts provided in this subsection shall lapse.

8 (15) \$224,000 of the general fund--state appropriation for fiscal
9 year 2009, \$741,000 of the accident account--state appropriation, and
10 \$741,000 of the medical aid account--state appropriation are provided
11 solely for implementation of Second Substitute House Bill No. 3121
12 (construction industry). If the bill is not enacted by June 30, 2008,
13 the amount provided in this subsection shall lapse.

14 (16) \$595,000 of the electrical certificate account--state
15 appropriation and \$193,000 of the plumbing certificate account--state
16 appropriation are provided solely for implementation of Engrossed
17 Substitute House Bill No. 1597 (plumbing and electrical licenses). If
18 the bill is not enacted by June 30, 2008, the amount provided in this
19 subsection shall lapse.

20 (17) \$40,000 of the general fund--state appropriation for fiscal
21 year 2009 is provided solely for implementation of Second Substitute
22 House Bill No. 3349 (residential contractors). If the bill is not
23 enacted by June 30, 2008, the amount provided in this subsection shall
24 lapse.

25 (18) \$110,000 of the accident account--state appropriation and
26 \$110,000 of the medical aid account--state appropriation are provided
27 solely for Engrossed Second Substitute House Bill No. 3139 (industrial
28 insurance orders). If the bill is not enacted by June 30, 2008, the
29 amounts provided in this subsection shall lapse.

30 (19) \$107,000 of the accident account--state appropriation and
31 \$107,000 of the medical aid account--state appropriation are provided
32 solely for Substitute House Bill No. 3255 (workers' compensation
33 coverage). If the bill is not enacted by June 30, 2008, the amounts
34 provided in this subsection shall lapse.

35 (20) \$408,000 of the accident account--state appropriation and
36 \$72,000 of the medical aid account--state appropriation is provided
37 solely for Substitute House Bill No. 2602 (victims' employment leave).

1 If the bill is not enacted by June 30, 2008, the amounts provided in
2 this subsection shall lapse.

3 **Sec. 219.** 2007 c 522 s 219 (uncodified) is amended to read as
4 follows:

5 **FOR THE INDETERMINATE SENTENCE REVIEW BOARD**

6	General Fund--State Appropriation (FY 2008)	\$1,876,000
7	General Fund--State Appropriation (FY 2009)	(\$1,907,000)
8		<u>\$2,042,000</u>
9	TOTAL APPROPRIATION	(\$3,783,000)
10		<u>\$3,918,000</u>

11 The appropriations in this subsection are subject to the following
12 conditions and limitations: \$224,000 of the general fund--state
13 appropriation for fiscal year 2008 and \$210,000 of the general fund--
14 state appropriation for fiscal year 2009 are provided solely for the
15 implementation of House Bill No. 1220 (sentence review board). If the
16 bill is not enacted by June 30, 2007, the amounts provided in this
17 subsection shall lapse.

18 **Sec. 220.** 2007 c 522 s 220 (uncodified) is amended to read as
19 follows:

20 **FOR THE DEPARTMENT OF VETERANS AFFAIRS**

21 (1) HEADQUARTERS

22	General Fund--State Appropriation (FY 2008)	\$2,124,000
23	General Fund--State Appropriation (FY 2009)	\$2,183,000
24	Charitable, Educational, Penal, and Reformatory	
25	Institutions Account--State Appropriation	\$10,000
26	(Veterans Innovations Program Account	
27	 Appropriation	\$1,437,000)
28	TOTAL APPROPRIATION	(\$5,754,000)
29		<u>\$4,317,000</u>

30 (2) FIELD SERVICES

31	General Fund--State Appropriation (FY 2008)	(\$5,126,000)
32		<u>\$5,264,000</u>
33	General Fund--State Appropriation (FY 2009)	(\$5,249,000)
34		<u>\$5,652,000</u>
35	General Fund--Federal Appropriation	(\$972,000)
36		<u>\$1,025,000</u>

1	General Fund--Private/Local Appropriation	((\$2,987,000))
2		<u>\$3,317,000</u>
3	<u>Veterans Innovations Program Account Appropriation</u>	<u>\$1,437,000</u>
4	Veteran Estate Management Account--Private/Local	
5	Appropriation	\$1,062,000
6	TOTAL APPROPRIATION	((\$15,396,000))
7		<u>\$17,757,000</u>

8 The appropriations in this subsection are subject to the following
9 conditions and limitations: \$440,000 of the general fund--state
10 appropriation for fiscal year 2008 and \$560,000 of the general fund--
11 state appropriation for fiscal year 2009 are provided solely to
12 implement Second Substitute Senate Bill No. 5164 (veterans'
13 conservation corps). If the bill is not enacted by June 30, 2007, the
14 amounts provided in this subsection shall lapse.

15 (3) INSTITUTIONAL SERVICES

16	General Fund--State Appropriation (FY 2008)	((\$8,340,000))
17		<u>\$7,948,000</u>
18	General Fund--State Appropriation (FY 2009)	((\$8,894,000))
19		<u>\$7,206,000</u>
20	General Fund--Federal Appropriation	((\$41,333,000))
21		<u>\$43,126,000</u>
22	General Fund--Private/Local Appropriation	((\$30,197,000))
23		<u>\$31,574,000</u>
24	TOTAL APPROPRIATION	((\$88,764,000))
25		<u>\$89,854,000</u>

26 **Sec. 221.** 2007 c 522 s 222 (uncodified) is amended to read as
27 follows:

28 **FOR THE DEPARTMENT OF HEALTH**

29	General Fund--State Appropriation (FY 2008)	((\$81,288,000))
30		<u>\$81,582,000</u>
31	General Fund--State Appropriation (FY 2009)	((\$78,032,000))
32		<u>\$88,667,000</u>
33	General Fund--Federal Appropriation	((\$480,735,000))
34		<u>\$478,466,000</u>
35	General Fund--Private/Local Appropriation	((\$111,257,000))
36		<u>\$120,186,000</u>
37	Hospital Commission Account--State Appropriation	((\$1,247,000))

1		<u>\$154,000</u>
2	Health Professions Account--State Appropriation . . .	((\$62,419,000))
3		<u>\$66,098,000</u>
4	Aquatic Lands Enhancement Account--State	
5	Appropriation	\$600,000
6	Emergency Medical Services and Trauma Care Systems	
7	Trust Account--State Appropriation	\$12,610,000
8	Safe Drinking Water Account--State Appropriation	\$3,064,000
9	Drinking Water Assistance Account--Federal	
10	Appropriation	((\$16,991,000))
11		<u>\$19,132,000</u>
12	Waterworks Operator Certification--State	
13	Appropriation	\$1,518,000
14	Drinking Water Assistance Administrative Account--	
15	State Appropriation	\$326,000
16	Water Quality Account--State Appropriation	
17	(FY 2008)	\$1,975,000
18	Water Quality Account--State Appropriation	
19	(FY 2009)	\$2,013,000
20	State Toxics Control Account--State Appropriation . . .	((\$3,415,000))
21		<u>\$3,530,000</u>
22	Medical Test Site Licensure Account--State	
23	Appropriation	\$2,068,000
24	Youth Tobacco Prevention Account--State Appropriation . . .	\$1,512,000
25	Public Health Supplemental Account--Private/Local	
26	Appropriation	((\$2,482,000))
27		<u>\$3,920,000</u>
28	Accident Account--State Appropriation	\$294,000
29	Medical Aid Account--State Appropriation	\$48,000
30	Health Services Account--State	
31	Appropriation (FY 2008)	\$42,122,000
32	Health Services Account--State	
33	Appropriation (FY 2009)	((\$46,663,000))
34		<u>\$50,924,000</u>
35	Tobacco Prevention and Control Account--State	
36	Appropriation	\$52,870,000
37	TOTAL APPROPRIATION	((\$1,005,773,000))
38		<u>\$1,033,679,000</u>

1 The appropriations in this section are subject to the following
2 conditions and limitations:

3 (1) The department is authorized to raise existing fees charged for
4 its fee-supported programs in excess of the fiscal growth factor
5 pursuant to RCW 43.135.055, if necessary, to meet the actual costs of
6 conducting business and the appropriation levels in this section.

7 (2) The department of health shall not initiate any services that
8 will require expenditure of state general fund moneys unless expressly
9 authorized in this act or other law. The department may seek, receive,
10 and spend, under RCW 43.79.260 through 43.79.282, federal moneys not
11 anticipated in this act as long as the federal funding does not require
12 expenditure of state moneys for the program in excess of amounts
13 anticipated in this act. If the department receives unanticipated
14 unrestricted federal moneys, those moneys shall be spent for services
15 authorized in this act or in any other legislation that provides
16 appropriation authority, and an equal amount of appropriated state
17 moneys shall lapse. Upon the lapsing of any moneys under this
18 subsection, the office of financial management shall notify the
19 legislative fiscal committees. As used in this subsection,
20 "unrestricted federal moneys" includes block grants and other funds
21 that federal law does not require to be spent on specifically defined
22 projects or matched on a formula basis by state funds.

23 (3) \$877,000 of the health professions account appropriation is
24 provided solely for implementation of Substitute House Bill No. 1099
25 (dental professions). If the bill is not enacted by June 30, 2007, the
26 amount provided in this subsection shall lapse.

27 (4) \$198,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$24,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely for the implementation of
30 Substitute House Bill No. 2304 (cardiac care services). If the bill is
31 not enacted by June 30, 2007, the amounts provided in this subsection
32 shall lapse.

33 (5) \$138,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$220,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely for an evaluation of chronic care
36 provider training.

37 (6) \$51,000 of the general fund--state appropriation for fiscal
38 year 2008 and \$24,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for the implementation of
2 Engrossed Substitute Senate Bill No. 5297 (sex education). If the bill
3 is not enacted by June 30, 2007, the amounts provided in this
4 subsection shall lapse.

5 (7) \$103,000 of the general fund--state appropriation for fiscal
6 year 2008 is provided solely for the implementation of Substitute House
7 Bill No. 1837 (nonambulatory persons). If the bill is not enacted by
8 June 30, 2007, the amount provided in this subsection shall lapse.

9 (8) \$201,000 of the general fund--private/local appropriation is
10 provided solely for the implementation of Substitute House Bill No.
11 2087 (health care facilities). If the bill is not enacted by June 30,
12 2007, the amount provided in this subsection shall lapse.

13 (9) \$293,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$287,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely for public service announcements
16 regarding childhood lead poisoning, information pamphlets, rule
17 development, and for early identification of persons at risk of having
18 elevated blood-lead levels, which includes systematically screening
19 children under six years of age and other target populations identified
20 by the department. Priority will be given to testing children and
21 increasing the registry in the lead surveillance program.

22 (10) \$101,000 of the general fund--state appropriation for fiscal
23 year 2008, \$81,000 of the general fund--state appropriation for fiscal
24 year 2009, and \$6,000 of the general fund--private/local appropriation
25 are provided solely for the implementation of Engrossed Second
26 Substitute House Bill No. 1414 (ambulatory surgical facilities). If
27 the bill is not enacted by June 30, 2007, the amounts provided in this
28 subsection shall lapse.

29 (11) \$55,000 of the health professions account appropriation is
30 provided solely for the implementation of Substitute House Bill No.
31 1397 (massage therapy). If the bill is not enacted by June 30, 2007,
32 the amount provided in this subsection shall lapse.

33 (12) \$58,000 of the general fund--private/local appropriation is
34 provided solely for the implementation of Senate Bill No. 5398
35 (specialty hospitals). If the bill is not enacted by June 30, 2007,
36 the amount provided in this subsection shall lapse.

37 (13) \$34,000 of the general fund--state appropriation for fiscal
38 year 2008, \$44,000 of the general fund--state appropriation for fiscal

1 year 2009, and \$224,000 of the oyster reserve land account--state
2 appropriation are provided solely for the implementation of Engrossed
3 Substitute Senate Bill No. 5372 (Puget Sound partnership). If the bill
4 is not enacted by June 30, 2007, the amounts provided in this
5 subsection shall lapse.

6 (14) \$571,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$458,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely for the implementation of Second
9 Substitute House Bill No. 1106 (hospital acquired infections). If the
10 bill is not enacted by June 30, 2007, the amounts provided in this
11 subsection shall lapse.

12 (15) \$4,000,000 of the general fund--state appropriation for fiscal
13 year 2008 and (~~(\$1,000,000)~~) \$7,900,000 of the general fund--state
14 appropriation for fiscal year 2009 are provided solely for department
15 of health-funded family planning clinics to increase the capacity of
16 the clinics to provide family planning and reproductive health services
17 to low-income men and women who are not otherwise eligible for services
18 through the department of social and health services medical assistance
19 program and for clinical or other health services associated with
20 sexually transmitted disease testing through the infertility prevention
21 project. Of these amounts, the department is authorized to expend up
22 to \$1,000,000 of its general fund--state appropriation for fiscal year
23 2009 for services provided in fiscal year 2008, if necessary, to offset
24 reductions in federal funding.

25 (16) \$1,000,000 of the general fund--state appropriation for fiscal
26 year 2008 is for one-time funding to purchase and store antiviral
27 medications to be used in accordance with the state pandemic influenza
28 response plan. These drugs are to be purchased through the United
29 States department of health and human services to take advantage of
30 federal subsidies.

31 (17) \$147,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$32,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely for the department of health to
34 provide relevant information on measures taken to facilitate expanded
35 use of reclaimed water pursuant to Engrossed Second Substitute Senate
36 Bill No. 6117 (reclaimed water). If the bill is not enacted by June
37 30, 2007, the amounts provided in this subsection shall lapse.

1 (18) \$550,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$550,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for the lifelong AIDS alliance to
4 restore lost federal funding.

5 (19) \$250,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$250,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely for medical nutritional therapy
8 for people with HIV/AIDS and other low-income residents in King county
9 with chronic illnesses.

10 (20) \$645,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$645,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided solely for the neurodevelopmental center
13 system, which provides therapy and medical services for young, low-
14 income children with developmental disabilities.

15 (21) \$100,000 of the general fund--state appropriation for fiscal
16 year 2008 is provided solely to continue the autism task force
17 established by chapter 259, Laws of 2005, through June 30, 2008. The
18 task force shall:

19 (a) Review and continue to refine criteria for regional autism
20 centers throughout Washington state based on community needs in each
21 area, and address the role of autism centers within the larger context
22 of developmental disabilities;

23 (b) Prioritize its December 2006 recommendations and develop an
24 implementation plan for the highest priorities. The plan should detail
25 how systems will coordinate to improve service and avoid duplication
26 between state agencies including the department of social and health
27 services, department of health, office of superintendent of public
28 instruction, as well as school districts, autism centers, and local
29 partners and providers. The plan shall also estimate the costs of the
30 highest priority recommendations and report to the legislature and
31 governor by December 1, 2007;

32 (c) Compile information for and draft the "Washington Service
33 Guidelines for Individuals with Autism - Birth Through Lifespan" book
34 described in the task force's recommendations. Funding to print and
35 distribute the book is expected to come from federal or private
36 sources; and

37 (d) Monitor the federal combating autism act and its funding
38 availability and make recommendations on applying for grants to assist

1 in implementation of the 2006 task force recommendations. The
2 department of health shall be the lead agency in providing staff for
3 the task force. The department may seek additional staff assistance
4 from the office of the superintendent of public instruction and the
5 committee staff of the legislature. Nonlegislative members, except
6 those representing an employer or organization, are entitled to be
7 reimbursed for travel expenses.

8 (22) \$200,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$200,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely for implementation of the
11 Washington state hepatitis C strategic plan.

12 (23) \$142,000 of the health professions account appropriation is
13 provided solely for the implementation of Engrossed Substitute Senate
14 Bill No. 5403 (animal massage practitioners). If the bill is not
15 enacted by June 30, 2007, the amount provided in this subsection shall
16 lapse.

17 (24) \$174,000 of the health professions account appropriation is
18 provided solely for the implementation of Substitute Senate Bill No.
19 5503 (athletic trainers). If the bill is not enacted by June 30, 2007,
20 the amount provided in this subsection shall lapse.

21 (25) \$75,000 of the health professions account appropriation is
22 provided solely for the implementation of Engrossed Substitute Senate
23 Bill No. 5292 (physical therapist assistants). If the bill is not
24 enacted by June 30, 2007, the amount provided in this subsection shall
25 lapse.

26 (26) \$94,000 of the general fund--state appropriation for fiscal
27 year 2008 is provided solely to implement Engrossed Second Substitute
28 Senate Bill No. 6032 (medical use of marijuana). If the bill is not
29 enacted by June 30, 2007, the amount provided in this subsection shall
30 lapse.

31 (27) \$386,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$384,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely for the implementation of
34 Engrossed Substitute Senate Bill No. 5894 (large on-site sewage
35 systems). If the bill is not enacted by June 30, 2007, the amounts
36 provided in this subsection shall lapse.

37 (28) \$1,721,000 of the health professions account appropriation is
38 provided solely for the implementation of sections 11 and 12 (medical

1 information) of Engrossed Second Substitute Senate Bill No. 5930 (blue
2 ribbon commission on health care). If the sections are not enacted by
3 June 30, 2007, the amount provided in this subsection shall lapse.

4 (29) \$10,000,000 of the health services account--state
5 appropriation for fiscal year 2008 and \$10,000,000 of the health
6 services account--state appropriation for fiscal year 2009 are provided
7 solely for distribution to local health jurisdictions and for the costs
8 of administering the public health related sections of Engrossed Second
9 Substitute Senate Bill No. 5930 (blue ribbon commission on health
10 care), subject to the following conditions and limitations:

11 (a) During the month of January 2008, and January 2009, the
12 department of health shall distribute funds appropriated in this
13 section to local health jurisdictions, less an amount not to exceed
14 five percent for the costs of administering the public health related
15 sections of Engrossed Second Substitute Senate Bill No. 5930 (blue
16 ribbon commission on health care). The amount of funding for
17 distribution to a jurisdiction before the administrative deduction
18 shall be the greater of: (i) One hundred thousand dollars; or (ii) (A)
19 a base level of funding of seventy-five thousand dollars plus the per
20 capita amount, for a jurisdiction with a population of four hundred
21 thousand persons or fewer; or (B) a base level of funding of twenty-
22 five thousand dollars plus the per capita amount, for a jurisdiction
23 with a population greater than four hundred thousand persons. Amounts
24 distributed under this subsection must be used to fund core public
25 health functions of statewide significance as defined in Engrossed
26 Second Substitute Senate Bill No. 5930 (blue ribbon commission on
27 health care).

28 (b) For the purposes of this subsection:

29 (i) "Per capita amount" means an amount equal to seven million five
30 hundred thousand dollars multiplied by the proportion of the population
31 of the jurisdiction in the previous calendar year to the population of
32 the state in the previous calendar year.

33 (ii) "Population" means the number of persons as last determined by
34 the office of financial management. If the jurisdiction comprises a
35 single county, "population" means the number of persons in the county.
36 For a jurisdiction comprising two or more counties, "population" means
37 the number of persons in all counties comprising the jurisdiction.

1 (iii) "Local health jurisdiction" or "jurisdiction" means a county
2 board of health organized under chapter 70.05 RCW, a health district
3 organized under chapter 70.46 RCW, or a combined city and county health
4 department organized under chapter 70.08 RCW.

5 (c) The department may adopt rules necessary to administer this
6 subsection.

7 (30) \$15,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$35,000 of the health professions account--state
9 appropriation are provided solely for an evaluation of the economic
10 benefits to the state's health care system of the midwifery licensure
11 and regulatory program under chapter 18.50 RCW. In particular, the
12 department shall contract with a consultant to conduct a review of
13 existing research literature on whether these economic benefits exceed
14 the state expenditures to subsidize the cost of the midwifery licensing
15 and regulatory program under RCW 43.70.250. The evaluation shall
16 include an assessment of the economic benefits to consumers who elect
17 to have out-of-hospital births with midwives, including any reduced use
18 of procedures that increase the costs of childbirth. The department
19 shall submit the report to the appropriate policy and fiscal committees
20 of the legislature by January 1, 2008. (~~(If Engrossed House Bill No.
21 1667 (health professions licensing fees) is enacted by June 30, 2007,
22 the amounts provided in this subsection are provided solely for the
23 purposes of that bill.)~~)

24 (31) \$147,000 of the health professions account--state
25 appropriation is provided solely for the department of health to
26 convene a work group to develop recommendations regarding the need to
27 regulate those individuals currently registered with the department of
28 health as counselors. The department of health shall submit
29 recommendations of the work group to the legislature and governor by
30 November 15, 2007. Based on the recommendations of the work group, the
31 department of health shall draft credentialing guidelines for all
32 registered counselors by January 1, 2008. Guidelines shall include
33 education in risk assessment, ethics, professional standards, and
34 deadlines for compliance.

35 (32) \$76,000 of the general fund--state appropriation for fiscal
36 year 2009 and \$1,278,000 of the health professions account--state
37 appropriation are provided solely for implementation of Fourth

1 Substitute House Bill No. 1103 (health professions). If the bill is
2 not enacted by June 30, 2008, the amount provided in this subsection
3 shall lapse.

4 (33) \$558,000 of the health professions account--state
5 appropriation is provided solely for implementation of Second
6 Substitute House Bill No. 2674 (counselor credentialing). If the bill
7 is not enacted by June 30, 2008, the amount provided in this subsection
8 shall lapse.

9 (34) \$312,000 of the general fund--state appropriation for fiscal
10 year 2009 is provided solely for implementation of Second Substitute
11 House Bill No. 2805 (cord blood collection). If the bill is not
12 enacted by June 30, 2008, the amount provided in this subsection shall
13 lapse.

14 (35) \$35,000 of the general fund--state appropriation for fiscal
15 year 2009 and \$115,000 of the state toxics control account--state
16 appropriation is provided solely for implementation of Engrossed Second
17 Substitute House Bill No. 2647 (children's safe products). If the bill
18 is not enacted by June 30, 2008, the amount provided in this subsection
19 shall lapse.

20 (36) \$19,000 of the health professions account--state appropriation
21 is provided solely for implementation of Substitute House Bill No. 2015
22 (genetic counselors). If the bill is not enacted by June 30, 2008, the
23 amount provided in this subsection shall lapse.

24 (37) \$400,000 of the general fund--state appropriation for fiscal
25 year 2009 is provided solely for implementation of Engrossed Second
26 Substitute House Bill No. 2549 (patient centered care). If the bill is
27 not enacted by June 30, 2008, the amount provided in this subsection
28 shall lapse.

29 (38) \$400,000 of the general fund--state appropriation for fiscal
30 year 2009 is provided solely for the implementation of section 7 of
31 Engrossed Second Substitute House Bill No. 2668 (relating to long-term
32 care). If the bill is not enacted by June 30, 2008, the amount
33 provided in this subsection shall lapse.

34 (39) \$164,000 of the health services account--state appropriation
35 is provided solely for the midwifery licensure and regulatory program
36 to offset a reduction in revenue from fees. There shall be no change
37 to the current annual fees for new or renewed licenses for the

1 midwifery program. The department shall convene the midwifery advisory
2 committee on a quarterly basis to address issues related to licensed
3 midwifery.

4 NEW SECTION. Sec. 222. A new section is added to 2007 c 522
5 (uncodified) to read as follows:

6 **FOR THE DEPARTMENT OF CORRECTIONS.** The appropriations to the
7 department of corrections in this act shall be expended for the
8 programs and in the amounts specified herein. However, after May 1,
9 2008, after approval by the director of financial management and unless
10 specifically prohibited by this act, the department may transfer
11 general fund--state appropriations for fiscal year 2008 between
12 programs. The department shall not transfer funds, and the director of
13 financial management shall not approve the transfer, unless the
14 transfer is consistent with the objective of conserving, to the maximum
15 extent possible, the expenditure of state funds and not federal funds.
16 The director of financial management shall notify the appropriate
17 fiscal committees of the senate and house of representatives in writing
18 seven days prior to approving any deviations from appropriation levels.
19 The written notification shall include a narrative explanation and
20 justification of the changes, along with expenditures and allotments by
21 budget unit and appropriation, both before and after any allotment
22 modifications or transfers.

23 **Sec. 223.** 2007 c 522 s 223 (uncodified) is amended to read as
24 follows:

25 **FOR THE DEPARTMENT OF CORRECTIONS**

26 (1) ADMINISTRATION AND SUPPORT SERVICES

27 General Fund--State Appropriation (FY 2008)	((\$57,968,000))
	<u>\$57,387,000</u>
29 General Fund--State Appropriation (FY 2009)	((\$52,911,000))
	<u>\$53,813,000</u>
31 Washington Auto Theft Prevention Authority Account--	
32 State Appropriation	\$169,000
33 Violence Reduction and Drug Enforcement	
34 Account--State Appropriation (FY 2008)	\$13,000
35 Violence Reduction and Drug Enforcement	
36 Account--State Appropriation (FY 2009)	\$13,000

1	Public Safety and Education Account--State	
2	Appropriation (FY 2008)	\$1,467,000
3	Public Safety and Education Account--State	
4	Appropriation (FY 2009)	\$1,504,000
5	Pension Funding Stabilization Account--State	
6	Appropriation	\$1,280,000
7	TOTAL APPROPRIATION	((\$115,325,000))
8		<u>\$115,646,000</u>

9 The appropriations in this subsection are subject to the following
10 conditions and limitations:

11 (a) \$9,389,000 of the general fund--state appropriation for fiscal
12 year 2008 is provided solely for the completion of phase three of the
13 department's offender-based tracking system replacement project. This
14 amount is conditioned on the department satisfying the requirements of
15 section 902 of this act.

16 (b) \$35,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$35,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely for the establishment and support
19 of a statewide council on mentally ill offenders that includes as its
20 members representatives of community-based mental health treatment
21 programs, current or former judicial officers, and directors and
22 commanders of city and county jails and state prison facilities. The
23 council will begin to investigate and promote cost-effective approaches
24 to meeting the long-term needs of adults and juveniles with mental
25 disorders who have a history of offending or who are at-risk of
26 offending, including their mental health, physiological, housing,
27 employment, and job training needs.

28 (c) \$169,000 of the Washington auto theft prevention authority
29 account--state appropriation for fiscal year 2008 is provided solely
30 for the implementation of Engrossed Third Substitute House Bill No.
31 1001 (auto theft). If the bill is not enacted by June 30, 2007, the
32 amount provided in this subsection shall lapse.

33 (d) \$102,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$95,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely for the implementation of
36 Engrossed Second Substitute House Bill No. 1422 (incarcerated parents).
37 If the bill is not enacted by June 30, 2007, the amounts provided in
38 this subsection shall lapse.

(e) Within funds appropriated in this section, the department shall seek contracts for chemical dependency vendors to provide chemical dependency treatment of offenders in corrections facilities, including corrections centers and community supervision facilities, which have demonstrated effectiveness in treatment of offenders and are able to provide data to show a successful treatment rate.

(f) \$314,000 of the general fund--state appropriation for fiscal year 2008 and \$294,000 of the general fund--state appropriation for fiscal year 2009 are provided solely for four additional staff to collect and analyze data for programs funded through the offender reentry initiative and collect, analyze, and disseminate information required by the GMAP process, performance audits, data requests, and quality assessments and assurances.

(2) CORRECTIONAL OPERATIONS

General Fund--State Appropriation (FY 2008)	((\$617,042,000))
		<u>\$602,505,000</u>
General Fund--State Appropriation (FY 2009)	((\$664,710,000))
		<u>\$664,044,000</u>
General Fund--Federal Appropriation	((\$3,490,000))
		<u>\$4,165,000</u>
<u>Public Safety and Education Account--State</u>		
<u>Appropriation (FY 2008)</u>	<u>\$1,050,000</u>
<u>Public Safety and Education Account--State</u>		
<u>Appropriation (FY 2009)</u>	<u>\$1,350,000</u>
Washington Auto Theft Prevention Authority Account--		
State Appropriation	\$1,338,000
Violence Reduction and Drug Enforcement		
Account--State Appropriation (FY 2008)	\$1,492,000
Violence Reduction and Drug Enforcement		
Account--State Appropriation (FY 2009)	\$1,492,000
Pension Funding Stabilization Account--State		
Appropriation	\$11,800,000
TOTAL APPROPRIATION	((\$1,301,364,000))
		<u>\$1,289,236,000</u>

The appropriations in this subsection are subject to the following conditions and limitations:

(a) The department may expend funds generated by contractual agreements entered into for mitigation of severe overcrowding in local

1 jails. Any funds generated in excess of actual costs shall be
2 deposited in the state general fund. Expenditures shall not exceed
3 revenue generated by such agreements and shall be treated as a recovery
4 of costs.

5 (b) The department shall provide funding for the pet partnership
6 program at the Washington corrections center for women at a level at
7 least equal to that provided in the 1995-97 biennium.

8 (c) The department shall accomplish personnel reductions with the
9 least possible impact on correctional custody staff, community custody
10 staff, and correctional industries. For the purposes of this
11 subsection, correctional custody staff means employees responsible for
12 the direct supervision of offenders.

13 (d) During the 2007-09 biennium, when contracts are established or
14 renewed for offender pay phone and other telephone services provided to
15 inmates, the department shall select the contractor or contractors
16 primarily based on the following factors: (i) The lowest rate charged
17 to both the inmate and the person paying for the telephone call; and
18 (ii) the lowest commission rates paid to the department, while
19 providing reasonable compensation to cover the costs of the department
20 to provide the telephone services to inmates and provide sufficient
21 revenues for the activities funded from the institutional welfare
22 betterment account.

23 (e) The Harborview medical center shall provide inpatient and
24 outpatient hospital services to offenders confined in department of
25 corrections facilities at a rate no greater than the average rate that
26 the department has negotiated with other community hospitals in
27 Washington state.

28 (f) \$358,000 of the Washington auto theft prevention authority
29 account--state appropriation for fiscal year 2008 and \$980,000 of the
30 Washington auto theft prevention authority account--state appropriation
31 for fiscal year 2009 are provided solely for the implementation of
32 Engrossed Third Substitute House Bill No. 1001 (auto theft). If the
33 bill is not enacted by June 30, 2007, the amounts provided in this
34 subsection shall lapse.

35 (g) \$22,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$22,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for the implementation of

1 Substitute House Bill No. 1097 (vulnerable adults). If the bill is not
2 enacted by June 30, 2007, the amounts provided in this subsection shall
3 lapse.

4 (h) \$22,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$22,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the implementation of
7 Substitute House Bill No. 1319 (correctional agency employee). If the
8 bill is not enacted by June 30, 2007, the amounts provided in this
9 subsection shall lapse.

10 (i) \$87,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$87,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided solely for the implementation of House
13 Bill No. 1592 (sentence review board). If the bill is not enacted by
14 June 30, 2007, the amounts provided in this subsection shall lapse.

15 (j) \$544,000 of the general fund--state appropriation for fiscal
16 year 2008 and \$496,000 of the general fund--state appropriation for
17 fiscal year 2009 are provided solely for development of individual
18 reentry plans to prepare offenders for release into the community as
19 generally described in Engrossed Substitute Senate Bill No. 6157
20 (offender recidivism). Individual reentry plans shall be based on an
21 assessment of the offender using a standardized and comprehensive tool.
22 The individual reentry plan may be one document, or may be a series of
23 individual plans that combine to meet the requirements. The individual
24 reentry plan shall, at a minimum, include:

25 (i) A plan to maintain contact with the inmate's children and
26 family, if appropriate. The plan should determine whether parenting
27 classes, or other services, are appropriate;

28 (ii) A description of the offender's education, certifications,
29 work experience, skills, and training; and

30 (iii) A plan for the offender during the period of incarceration
31 through reentry into the community that addresses the needs of the
32 offender including education, employment, substance abuse treatment,
33 mental health treatment, and family reunification. The individual
34 reentry plan shall be updated as appropriate during the period of
35 incarceration, and prior to the inmate's release to address public
36 safety concerns, consistency with the offender risk management level
37 assigned by the department, housing, and connecting with a community

1 justice center in the area in which the offender will be residing, if
2 a community justice center is located in that area.

3 (iv) If the appropriation in this subsection is not sufficient for
4 this program, the department shall prioritize the use of available
5 funds.

6 (k) \$191,000 of the general fund--state appropriation for fiscal
7 year 2009 is provided solely for implementation of Substitute House
8 Bill No. 2621 (vehicular homicide/assault). If the bill is not enacted
9 by June 30, 2008, the amount provided in this subsection shall lapse.

10 (3) COMMUNITY SUPERVISION

11	General Fund--State Appropriation (FY 2008)	((\$129,063,000))
12		<u>\$133,157,000</u>
13	General Fund--State Appropriation (FY 2009)	((\$140,462,000))
14		<u>\$148,650,000</u>
15	<u>General Fund--Federal Appropriation</u>	<u>\$416,000</u>
16	Public Safety and Education Account--State	
17	Appropriation (FY 2008)	((\$9,317,000))
18		<u>\$9,319,000</u>
19	Public Safety and Education Account--State	
20	Appropriation (FY 2009)	((\$9,680,000))
21		<u>\$9,682,000</u>
22	Pension Funding Stabilization Account--State	
23	Appropriation	\$2,800,000
24	TOTAL APPROPRIATION	((\$291,322,000))
25		<u>\$304,024,000</u>

26 The appropriations in this subsection are subject to the following
27 conditions and limitations:

28 (a) The department shall accomplish personnel reductions with the
29 least possible impact on correctional custody staff, community custody
30 staff, and correctional industries. For the purposes of this
31 subsection, correctional custody staff means employees responsible for
32 the direct supervision of offenders.

33 (b) For the acquisition of properties and facilities, the
34 department of corrections is authorized to enter into financial
35 contracts, paid for from operating resources, for the purposes
36 indicated and in not more than the principal amounts indicated, plus
37 financing expenses and required reserves pursuant to chapter 39.94 RCW.

1 This authority applies to the following: Lease-develop with the option
2 to purchase or lease-purchase work release beds in facilities
3 throughout the state for \$8,561,000.

4 (c) \$1,167,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$2,295,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the establishment and
7 operation of community justice centers by the department as generally
8 described in Engrossed Substitute Senate Bill No. 6157 (offender
9 recidivism). At a minimum, a community justice center shall include:

10 (i) A violator program to allow the department to utilize a range
11 of available sanctions for offenders who violate conditions of their
12 supervision;

13 (ii) An employment opportunity program to assist an offender in
14 finding employment;

15 (iii) On-site services or resources for connecting offenders with
16 services such as mental health and substance abuse treatment,
17 transportation, training, family reunification, and community services;
18 and

19 (iv) The services of a transition coordinator to facilitate
20 connections between the former offender and the community. The
21 transition coordinator shall provide information to former offenders
22 regarding services available to them in the community including, but
23 not limited to housing assistance, employment assistance, education,
24 vocational training, parent education, financial literacy, treatment
25 for substance abuse, mental health, anger management, and shall assist
26 offenders in their efforts to access needed services.

27 (v) If the appropriation in this subsection is not sufficient for
28 this program, the department shall prioritize the use of available
29 funds.

30 (4) CORRECTIONAL INDUSTRIES

31	General Fund--State Appropriation (FY 2008)	((\$987,000))
32		<u>\$1,001,000</u>
33	General Fund--State Appropriation (FY 2009)	((\$2,347,000))
34		<u>\$2,369,000</u>
35	TOTAL APPROPRIATION	((\$3,334,000))
36		<u>\$3,370,000</u>

37 The appropriations in this subsection are subject to the following
38 conditions and limitations: ((~~\$110,000~~)) \$124,000 of the general

1 fund--state appropriation for fiscal year 2008 and ((~~\$110,000~~))
 2 \$132,000 of the general fund--state appropriation for fiscal year 2009
 3 are provided solely for transfer to the jail industries board. The
 4 board shall use the amounts provided only for administrative expenses,
 5 equipment purchases, and technical assistance associated with advising
 6 cities and counties in developing, promoting, and implementing
 7 consistent, safe, and efficient offender work programs.

8 (5) INTERAGENCY PAYMENTS

9	General Fund--State Appropriation (FY 2008)	((\$35,026,000))
10		<u>\$35,036,000</u>
11	General Fund--State Appropriation (FY 2009)	((\$35,175,000))
12		<u>\$35,192,000</u>
13	TOTAL APPROPRIATION	((\$70,201,000))
14		<u>\$70,228,000</u>

15 The appropriations in this subsection are subject to the following
 16 conditions and limitations: \$35,000 of the general fund--state
 17 appropriation for fiscal year 2008 is provided solely for expenditures
 18 related to the *Farrakhan v. Locke* litigation.

19 **Sec. 224.** 2007 c 522 s 224 (uncodified) is amended to read as
 20 follows:

21 **FOR THE DEPARTMENT OF SERVICES FOR THE BLIND**

22	General Fund--State Appropriation (FY 2008)	\$2,566,000
23	General Fund--State Appropriation (FY 2009)	\$2,636,000
24	General Fund--Federal Appropriation	((\$17,702,000))
25		<u>\$17,704,000</u>
26	General Fund--Private/Local Appropriation	\$20,000
27	TOTAL APPROPRIATION	((\$22,924,000))
28		<u>\$22,926,000</u>

29 The appropriations in this subsection are subject to the following
 30 conditions and limitations: \$4,000 of the general fund--state
 31 appropriation for fiscal year 2008 and \$4,000 of the general fund--
 32 state appropriation for fiscal year 2009 are provided solely for an
 33 adjustment to the agency lease rate for space occupied and parking in
 34 the Tacoma Rhodes center. The department of general administration
 35 shall increase lease rates to meet the cash gain/loss break-even point
 36 for the Tacoma Rhodes center effective July 1, 2007.

1 **Sec. 225.** 2007 c 522 s 226 (uncodified) is amended to read as
2 follows:

3 **FOR THE EMPLOYMENT SECURITY DEPARTMENT**

4	General Fund--State Appropriation (FY 2008)	\$60,000
5	General Fund--State Appropriation (FY 2009)	(\$60,000)
6		<u>\$185,000</u>
7	General Fund--Federal Appropriation	(\$265,906,000)
8		<u>\$265,918,000</u>
9	General Fund--Private/Local Appropriation	(\$33,877,000)
10		<u>\$33,881,000</u>
11	Unemployment Compensation Administration Account--	
12	Federal Appropriation	(\$253,644,000)
13		<u>\$250,495,000</u>
14	Administrative Contingency Account--State	
15	Appropriation	(\$31,273,000)
16		<u>\$31,275,000</u>
17	Employment Service Administrative Account--State	
18	Appropriation	(\$32,055,000)
19		<u>\$34,105,000</u>
20	TOTAL APPROPRIATION	(\$616,875,000)
21		<u>\$615,919,000</u>

22 The appropriations in this subsection are subject to the following
23 conditions and limitations:

24 (1) \$4,578,000 of the unemployment compensation administration
25 account--federal appropriation is provided from funds made available to
26 the state by section 903(d) of the social security act (Reed Act).
27 These funds are authorized to provide direct services to unemployment
28 insurance claimants and providing job search review.

29 (2) \$2,300,000 of the unemployment compensation administration
30 account--federal appropriation is provided from amounts made available
31 to the state by section 903(d) of the social security act (Reed Act).
32 This amount is authorized to continue implementation of chapter 4, Laws
33 of 2003 2nd sp. sess. and for implementation costs relating to chapter
34 133, Laws of 2005 (unemployment insurance).

35 (3) ~~(\$12,348,000)~~ \$18,162,000 of the unemployment compensation
36 administration account--federal appropriation is provided from amounts
37 made available to the state by section 903(d) of the social security

1 act (Reed Act). This amount is authorized to continue current
2 unemployment insurance functions and department services to employers
3 and job seekers.

4 (4) \$372,000 of the administrative contingency account--state
5 appropriation is provided solely to implement Substitute Senate Bill
6 No. 5653 (self-employment). If the bill is not enacted by June 30,
7 2007, the amount provided in this subsection shall lapse.

8 (5) \$12,054,000 of the unemployment compensation administration
9 account--federal appropriation is provided from amounts made available
10 to the state by section 903(d) of the social security act (Reed act).
11 This amount is authorized to fund the unemployment insurance tax
12 information system (TAXIS) technology initiative for the employment
13 security department.

14 (6) \$430,000 of the unemployment compensation administration
15 account--federal appropriation is provided from amounts made available
16 to the state by section 903(d) of the social security act (Reed act).
17 This amount is authorized to replace high-risk servers used by the
18 unemployment security department.

19 (7) \$503,000 of the unemployment compensation administration
20 account--federal appropriation is provided from amounts made available
21 to the state by section 903(d) of the social security act (Reed act).
22 This amount is authorized to provide a system to track computer
23 upgrades and changes for the unemployment security department.

24 (8) \$183,000 of the unemployment compensation administration
25 account--federal appropriation is provided from the amounts made
26 available to the state by section 903(d) of the social security act
27 (Reed Act). This amount is authorized to conduct a feasibility study
28 to integrate job search data systems.

29 (9) \$2,331,000 of the unemployment compensation administration
30 account--federal appropriation is provided from amounts made available
31 to the state by section 903(d) of the social security act (Reed Act).
32 This amount is authorized for hardware and software to ensure the
33 ongoing, reliable operation of the telecenters.

34 (10) \$488,000 of the unemployment compensation administration
35 account--federal appropriation is provided from amounts made available
36 to the state by section 903(d) of the social security act (Reed Act).
37 This amount is authorized for the relocation of the WorkSource office
38 in Lakewood.

1 (11) \$125,000 of the general fund--state appropriation for fiscal
2 year 2009 is provided solely for implementation of Engrossed Second
3 Substitute House Bill No. 2082 (field of dreams program). If the bill
4 is not enacted by June 30, 2008, the amount provided in this subsection
5 shall lapse.

6 (12) \$155,000 of the unemployment compensation administration
7 account--federal appropriation is provided solely for Second Substitute
8 House Bill No. 3121 (construction industry). If the bill is not
9 enacted by June 30, 2008, the amount provided in this subsection shall
10 lapse.

(End of part)

PART III
NATURAL RESOURCES

Sec. 301. 2007 c 522 s 301 (uncodified) is amended to read as follows:

FOR THE COLUMBIA RIVER GORGE COMMISSION

General Fund--State Appropriation (FY 2008)	\$524,000
General Fund--State Appropriation (FY 2009)	\$548,000
General Fund--Federal Appropriation	\$9,000
General Fund--Private/Local Appropriation	\$1,056,000
TOTAL APPROPRIATION	\$2,137,000

Sec. 302. 2007 c 522 s 302 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF ECOLOGY

General Fund--State Appropriation (FY 2008)	(\$50,030,000)	<u>\$50,099,000</u>
General Fund--State Appropriation (FY 2009)	(\$49,941,000)	<u>\$51,643,000</u>
General Fund--Federal Appropriation	(\$83,365,000)	<u>\$83,531,000</u>
General Fund--Private/Local Appropriation		\$13,648,000
Special Grass Seed Burning Research		
Account--State Appropriation		\$14,000
Reclamation Account--State Appropriation	(\$4,073,000)	<u>\$4,228,000</u>
Flood Control Assistance Account--State Appropriation	(\$3,961,000)	<u>\$4,161,000</u>
State Emergency Water Projects Revolving		
Account--State Appropriation		\$390,000
Waste Reduction/Recycling/Litter		
Control--State Appropriation	(\$19,701,000)	<u>\$19,703,000</u>
State Drought Preparedness--State Appropriation		\$117,000
State and Local Improvements Revolving Account		
(Water Supply Facilities)--State Appropriation		\$425,000
Vessel Response Account--State Appropriation		\$1,438,000

1	Freshwater Aquatic Algae Control Account--State	
2	Appropriation	\$509,000
3	Site Closure Account--State Appropriation	\$702,000
4	Water Quality Account--State Appropriation	
5	(FY 2008)	((\$16,490,000))
6		<u>\$15,137,000</u>
7	Water Quality Account--State Appropriation	
8	(FY 2009)	((\$15,894,000))
9		<u>\$17,249,000</u>
10	Wood Stove Education and Enforcement Account--State	
11	Appropriation	\$373,000
12	Worker and Community Right-to-Know Account--State	
13	Appropriation	\$2,269,000
14	State Toxics Control Account--State Appropriation	((\$98,184,000))
15		<u>\$99,155,000</u>
16	State Toxics Control Account--Private/Local	
17	Appropriation	\$381,000
18	Local Toxics Control Account--State Appropriation	((\$19,154,000))
19		<u>\$19,366,000</u>
20	Water Quality Permit Account--State Appropriation	((\$38,900,000))
21		<u>\$37,406,000</u>
22	Underground Storage Tank Account--State Appropriation	\$3,777,000
23	(Environmental Excellence Account--State Appropriation)	\$504,000)
24	Biosolids Permit Account--State Appropriation	\$1,410,000
25	Hazardous Waste Assistance Account--State	
26	Appropriation	((\$5,902,000))
27		<u>\$5,904,000</u>
28	Air Pollution Control Account--State Appropriation	\$6,328,000
29	Oil Spill Prevention Account--State Appropriation	((\$12,614,000))
30		<u>\$12,616,000</u>
31	Air Operating Permit Account--State Appropriation	((\$3,266,000))
32		<u>\$2,814,000</u>
33	Freshwater Aquatic Weeds Account--State Appropriation	\$1,697,000
34	Oil Spill Response Account--State Appropriation	\$7,078,000
35	Metals Mining Account--State Appropriation	\$14,000
36	Water Pollution Control Revolving Account--State	
37	Appropriation	\$469,000
38	Water Pollution Control Revolving Account--Federal	

1	Appropriation	\$2,297,000
2	<u>Columbia River Water Delivery Account--State</u>	
3	<u>Appropriation</u>	<u>\$2,150,000</u>
4	TOTAL APPROPRIATION	((\$465,315,000))
5		<u>\$468,498,000</u>

6 The appropriations in this section are subject to the following
7 conditions and limitations:

8 (1) \$170,000 of the oil spill prevention account--state
9 appropriation is provided solely for a contract with the University of
10 Washington's sea grant program to continue an educational program
11 targeted to small spills from commercial fishing vessels, ferries,
12 cruise ships, ports, and marinas.

13 (2) \$256,000 of the general fund--state appropriation for fiscal
14 year 2008, \$209,000 of the general fund--state appropriation for fiscal
15 year 2009, and \$200,000 of the general fund--private local
16 appropriation are provided solely to implement activities associated
17 with a regional haze program. Funds shall be collected and expended in
18 accordance with the terms of the contract entered into with affected
19 businesses and the department of ecology.

20 (3) \$2,000,000 of the local toxics control account--state
21 appropriation is provided solely to local governments outside of Puget
22 Sound for municipal storm water programs, including but not limited to,
23 implementation of phase II municipal storm water permits, source
24 control for toxics in association with cleanup of contaminated sediment
25 sites, and source control programs for shellfish protection districts
26 where storm water is a significant contributor.

27 (4) Fees approved by the department of ecology in the 2007-09
28 biennium are authorized to exceed the fiscal growth factor under RCW
29 43.135.055.

30 (5) \$1,000,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$927,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely to improve the performance of
33 wetland mitigation. Of this amount, \$55,000 of the general fund--state
34 appropriation for fiscal year 2008 and \$55,000 of the general fund--
35 state appropriation for fiscal year 2009 are provided solely to support
36 a wetland in Whatcom county. The program will engage local, state, and
37 federal agencies, private investors, property owners, and others in the
38 creation of one or more wetland banks and other measures to protect

1 habitat functions and values while accommodating urban growth in the
2 region. Priority shall be given to state and local government
3 partnerships for wetland characterization. The department shall issue
4 a report of its findings and recommendations on how wetland mitigation
5 success can be improved to the office of financial management and the
6 appropriate policy committees of the legislature.

7 (6) \$260,000 of the state toxics control account--state
8 appropriation is provided solely to support pesticide container
9 recycling activities in Washington.

10 (7) \$250,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$250,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided solely for a pilot project to provide
13 grants to two local government jurisdictions located in the Puget Sound
14 area to improve compliance with existing environmental laws. Grant
15 funds shall be used for providing information on existing requirements,
16 providing technical assistance necessary to comply on a voluntary
17 basis, and taking enforcement action.

18 (8) \$1,257,000 of the reclamation account--state appropriation is
19 provided solely to implement Substitute Senate Bill No. 5881 (water
20 power license fees). If the bill is not enacted by June 30, 2007, the
21 amount provided in this section shall lapse.

22 (9) \$694,000 of the underground storage tank account--state
23 appropriation is provided solely to implement Substitute Senate Bill
24 No. 5475 (underground storage tanks). If the bill is not enacted by
25 June 30, 2007, the amount provided in this section shall lapse.

26 (10) \$2,026,000 of the local toxics control account--state
27 appropriation is provided solely for local governments located near
28 hazardous waste clean-up sites, including Duwamish Waterway,
29 Commencement Bay, and Bellingham Bay, to work with small businesses and
30 citizens to safely manage hazardous and solid wastes to prevent the
31 contamination.

32 (11) \$876,000 of the state toxics control account and \$876,000 of
33 the local toxics control account are provided solely for public
34 participation grants related to toxic cleanup sites within and around
35 Puget Sound.

36 (12) (~~(\$1,000,000)~~) \$831,000 of the general fund--state
37 appropriation for fiscal year 2008 and (~~(\$1,000,000)~~) \$1,169,000 of the
38 general fund--state appropriation for fiscal year 2009 are provided

1 solely to implement watershed plans. Of this amount, ((~~\$110,000~~))
2 \$313,650 of the general fund--state appropriation for fiscal year 2008
3 and ((~~\$160,000~~)) \$646,350 of the general fund--state appropriation for
4 fiscal year 2009 are provided solely to support the implementation of
5 the WRIA 1 watershed plan and the Bertrand watershed improvement
6 district plan, including but not limited to implementation of the
7 Nooksack River basin stream gauging program, study of the feasibility
8 of a public utility district pipeline in the Bertrand watershed ((and
9 ~~\$250,000 of the general fund--state appropriation for fiscal year 2008~~
10 ~~and \$350,000 of the general fund--state appropriation for fiscal year~~
11 ~~2009 are provided solely to study water storage and augmentation in the~~
12 ~~Bertrand watershed and \$90,000 of the general fund--state appropriation~~
13 ~~for fiscal year 2008 is provided solely for plan preparation and~~
14 ~~development in the Fishtrap watershed)), study and construction of~~
15 water storage and augmentation in the Bertrand watershed, and
16 preparation and development of the next subbasin watershed plan agreed
17 to by the Bertrand instream flow policy group.

18 (13) \$75,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$75,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely to implement Second Substitute
21 House Bill No. 2220 (shellfish). The department shall develop, by
22 rule, guidelines for the appropriate siting and operation of geoduck
23 aquaculture operations to be included in any master program under the
24 shorelines management act. If the bill is not enacted by June 30,
25 2007, the amounts provided in this subsection shall lapse.

26 (14) \$15,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$15,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely for convening a stakeholder group
29 to recommend establishing a sustainable statewide regional CBRNE/Hazmat
30 response capability.

31 (15) \$100,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$100,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely to implement key recommendations
34 and actions identified in the "Washington's Ocean Action Plan:
35 Enhancing Management of Washington State's Ocean and Outer Coast". The
36 department shall provide a progress report on implementing this plan to
37 the appropriate policy committees of the legislature by December 31,
38 2008.

1 (16) (~~(\$300,000)~~) (a) \$464,000 of the general fund--state
2 appropriation for fiscal year 2008 and (~~(\$300,000)~~) \$136,000 of the
3 general fund-- state appropriation for fiscal year 2009 are provided
4 solely to implement Engrossed Substitute Senate Bill No. 6001 (climate
5 change). If the bill is not enacted by June 30, 2007, the amounts
6 provided in this subsection shall lapse.

7 (b) The climate action team shall review the current infrastructure
8 capacity and time needed to add new infrastructure capacity in meeting
9 goals identified in Engrossed Substitute Senate Bill No. 6001 (climate
10 change).

11 (17) \$75,000 of the general fund--state appropriation for fiscal
12 year 2008 and \$75,000 of the general fund--state appropriation for
13 fiscal year 2009 are provided solely for the department to oversee
14 beach seaweed removal in the west Seattle Fauntleroy community. The
15 department may spend up to \$25,000 of this amount for its cost of
16 administration.

17 (18) (~~(\$405,000)~~) \$693,000 of the state toxics control account is
18 provided solely for implementation of Senate Bill No. 5421
19 (environmental covenants). If the bill is not enacted by June 30,
20 2007, the amount provided in this section shall lapse.

21 (19) \$99,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$100,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for a marshland study of key areas
24 of salmon habitat along the Snohomish river estuary.

25 (20) \$196,000 of the general fund--state appropriation for fiscal
26 year 2008, \$132,000 of the general fund--state appropriation for fiscal
27 year 2009, and \$19,000 of the oil spill prevention account
28 appropriation are provided solely to implement Engrossed Substitute
29 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not
30 enacted by June 30, 2007, the department shall execute activities as
31 described in Engrossed Substitute Senate Bill No. 5372 (Puget Sound
32 partnership).

33 (21) \$150,000 of the general fund--state appropriation for fiscal
34 year 2008 is provided solely for the department to contract with the
35 U.S. institute for environmental conflict resolution, a federal agency,
36 to develop a pilot water management process with three federally
37 recognized treaty Indian tribes. \$50,000 of the general fund--state

1 appropriation for fiscal year 2008 is provided solely for the northwest
2 Indian fisheries commission to help establish the pathway for the
3 process in federal agencies.

4 (22) \$319,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$241,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the implementation of
7 Engrossed Second Substitute Senate Bill No. 6117 (reclaimed water). If
8 the bill is not enacted by June 30, 2007, the amounts provided in this
9 subsection shall lapse.

10 (23) \$53,000 of the oil spill prevention account--state
11 appropriation is provided solely for the implementation of Senate Bill
12 No. 5552 (penalties for oil spills). If the bill is not enacted by
13 June 30, 2007, the amount provided in this subsection shall lapse.

14 (24) \$50,000 of the general fund--state appropriation for fiscal
15 year 2008 and \$50,000 of the general fund--state appropriation for
16 fiscal year 2009 are provided solely to the department to convene a
17 shellfish aquaculture regulatory committee, composed of a balanced
18 representation from interested state regulatory agencies, Native
19 American tribes, local governments and the environmental and shellfish
20 farming communities. The group will be facilitated by the office of
21 regulatory assistance and will address federal, state, and local
22 regulatory issues related to shellfish farming.

23 (25) Within the appropriations provided in this section for the
24 development of water supplies in the Columbia river basin, the
25 department shall assist county governments located east of the crest of
26 the Cascade mountain range that: Have an international border; or
27 border a county with an international boundary and a county with four
28 hundred thousand or more residents, to identify water supply projects
29 to compete for funding from the Columbia river basin water management
30 program. The department shall provide technical assistance as needed
31 to further refine priority projects identified by these counties. The
32 department shall consider and balance regional water supply needs in
33 its funding allocation decisions made as a part of this program.

34 (26) Within the appropriations provided in this section the
35 department shall develop guidance for data quality assurance for future
36 groundwater availability and characterization studies conducted by and
37 for various state and local entities. The department shall survey
38 existing groundwater studies and provide a list of them on its Internet

1 site. In consultation with local governments and Indian tribes,
2 watershed planning units, the United States, and other interested
3 parties, the department shall assess the need for additional
4 groundwater studies in the state and their relative priorities and
5 shall develop an action plan for funding and carrying out future
6 groundwater studies.

7 (27) \$50,000 of the general fund--state appropriation for fiscal
8 year 2009 is provided solely for coordinating with the University of
9 Washington to assess the current energy profile of Washington state
10 pulp and paper mills. The energy consumption and energy generation
11 capability will be determined for both steam and electrical power. In
12 addition, the sources and types of fuels used in various boilers will
13 be assessed.

14 (28) \$195,000 of the general fund--state appropriation for fiscal
15 year 2009 is provided solely for a grant to Walla Walla Community
16 College's water and environmental center.

17 (29) \$333,000 of the state toxics control account--state
18 appropriation is provided solely for implementation of Second
19 Substitute House Bill No. 2647 (children's safe products). If the bill
20 is not enacted by June 30, 2008, the amount provided in this subsection
21 shall lapse.

22 (30) \$246,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$822,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely for implementation of Second
25 Substitute House Bill No. 2815 (green collar jobs). If the bill is not
26 enacted by June 30, 2008, the amounts provided in this subsection shall
27 lapse.

28 (31) \$59,000 of the state toxics control account--state
29 appropriation is provided solely for implementation of Second
30 Substitute House Bill No. 2882 (lead-containing products). If the bill
31 is not enacted by June 30, 2008, the amount provided in this subsection
32 shall lapse.

33 (32) \$59,000 of the general fund--state appropriation for fiscal
34 year 2009 is provided solely for implementation of House Bill No. 3186
35 (beach management districts). If the bill is not enacted by June 30,
36 2008, the amount provided in this subsection shall lapse.

37 (33) Within the appropriations provided in this section sufficient

1 funding is provided to implement Engrossed Substitute House Bill No.
2 2584 (rainwater collection).

3 (34) Within the appropriations provided in this section sufficient
4 funding is provided to implement Engrossed Second Substitute House Bill
5 No. 3227 (Hood Canal water quality).

6 (35) Within the appropriations provided in this section the
7 department shall ensure that standard statewide protocols for surface
8 water monitoring are developed and included in status and trends
9 monitoring to utilize information from other entities, including other
10 state agencies, local governments, and volunteer groups.

11 (36)(a) \$2,000,000 of the Columbia river water delivery account
12 appropriation is provided solely for distribution to affected counties
13 as defined in Second Substitute House Bill No. 3309 to mitigate for
14 negative impacts caused by releases of Lake Roosevelt water for the
15 purposes described in that bill. The criteria for allocating these
16 funds shall be developed by the department in consultation with
17 affected local governments.

18 (b) \$150,000 of the Columbia river water delivery account
19 appropriation is provided solely for the department to retain a
20 contractor to perform an independent analysis of legislative options to
21 protect rural communities in northeast Washington from disproportionate
22 economic, agricultural, and environmental impacts when upstream water
23 rights are purchased and transferred for use, or idled and used as
24 mitigation, in a downstream watershed or county. Before retaining a
25 contractor, the department shall consult with affected counties as
26 defined in Second Substitute House Bill No. 3309. The contractor
27 selected shall conduct the independent analysis and develop a report
28 describing options and recommended actions. The department of ecology
29 shall provide the report to the appropriate committees of the
30 legislature by December 1, 2008.

31 (c) If Second Substitute House Bill No. 3309 (Columbia river water
32 discovery account) is not enacted by June 30, 2008, the amounts
33 provided in this subsection shall lapse.

34 (37) \$210,000 of the local toxics control account--state
35 appropriation is provided solely to clean up naturally occurring
36 asbestos from Swift Creek.

1 **Sec. 303.** 2007 c 522 s 303 (uncodified) is amended to read as
2 follows:

3 **FOR THE STATE PARKS AND RECREATION COMMISSION**

4	General Fund--State Appropriation (FY 2008)	((\$48,365,000))
5		<u>\$48,912,000</u>
6	General Fund--State Appropriation (FY 2009)	((\$50,166,000))
7		<u>\$49,993,000</u>
8	General Fund--Federal Appropriation	((\$4,545,000))
9		<u>\$5,745,000</u>
10	General Fund--Private/Local Appropriation	\$73,000
11	Winter Recreation Program Account--State	
12	Appropriation	((\$1,116,000))
13		<u>\$1,560,000</u>
14	Off-Road Vehicle Account--State Appropriation	\$238,000
15	Snowmobile Account--State Appropriation	\$4,839,000
16	Aquatic Lands Enhancement Account--State Appropriation	\$365,000
17	Public Safety and Education Account--State	
18	Appropriation (FY 2008)	\$23,000
19	Public Safety and Education Account--State	
20	Appropriation (FY 2009)	\$24,000
21	Parks Renewal and Stewardship Account--State	
22	Appropriation	\$36,606,000
23	Parks Renewal and Stewardship Account--Private/Local	
24	Appropriation	\$300,000
25	TOTAL APPROPRIATION	((\$146,660,000))
26		<u>\$148,678,000</u>

27 The appropriations in this section are subject to the following
28 conditions and limitations:

29 (1) Fees approved by the state parks and recreation commission in
30 the 2007-09 biennium are authorized to exceed the fiscal growth factor
31 under RCW 43.135.055.

32 (2) \$79,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$79,000 of the general fund--state appropriation for
34 fiscal year 2009 are provided solely for a grant for the operation of
35 the Northwest avalanche center.

36 (3) \$300,000 of the general fund--state appropriation for fiscal
37 year 2008 is provided solely for project scoping and cost estimating
38 for the agency's 2009-11 capital budget submittal.

1 (4) \$2,255,000 of the general fund--state appropriation for fiscal
2 year 2009 is provided solely for costs associated with relocating the
3 commission's Tumwater headquarters office.

4 (5) \$272,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$271,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for costs associated with
7 relocating the commission's eastern Washington regional headquarters
8 office.

9 (6) \$1,000,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$1,000,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely for replacing vehicles and
12 equipment.

13 (7) \$1,611,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$1,428,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely for planned and emergency
16 maintenance of park facilities.

17 (8) \$1,700,000 of the general fund--federal appropriation for
18 fiscal year 2009 is provided solely for the recreational boating safety
19 program.

20 (9) \$954,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$1,007,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely for the operations of Cama Beach
23 state park.

24 (10) \$25,000 of the general fund--state appropriation for fiscal
25 year 2008 and \$25,000 of the general fund--state appropriation for
26 fiscal year 2009 are provided solely for implementation of Substitute
27 Senate Bill No. 5219 (weather and avalanche center). If the bill is
28 not enacted by June 30, 2007, the amounts provided in this subsection
29 shall lapse.

30 (11) \$9,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$9,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely for implementation of Substitute
33 Senate Bill No. 5463 (forest fire protection). If the bill is not
34 enacted by June 30, 2007, the amounts provided in this subsection shall
35 lapse.

36 (12) (~~(\$42,000)~~) \$9,000 of the general fund--state appropriation
37 for fiscal year 2008 and (~~(\$42,000)~~) \$9,000 of the general fund--state
38 appropriation for fiscal year 2009 are provided solely for

1 implementation of Substitute Senate Bill No. 5236 (public lands
2 management). If the bill is not enacted by June 30, 2007, the amounts
3 provided in this subsection shall lapse.

4 (13) \$264,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$217,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely to establish a pilot lifeguard
7 program at Lake Sammamish and Nolte state parks. The department shall
8 complete a comprehensive risk analysis to determine if expansion of the
9 lifeguard program or other drowning risk reduction measures should be
10 implemented. The department shall report its findings to the office of
11 financial management and the appropriate committees of the legislature
12 by July 1, 2009.

13 (14) (~~(\$232,000)~~) \$455,000 of the general fund--state appropriation
14 for fiscal year 2008 and (~~(\$233,000)~~) \$10,000 of the general fund--
15 state appropriation for fiscal year 2009 are provided solely for the
16 development of a long-range plan for Fort Worden state park, including
17 architectural and site design guidelines, business and operations
18 implementation, site and facilities use plan, and for the department to
19 convene a task force to recommend alternative governance structures for
20 the park.

21 (15) \$1,600,000 of the parks renewal stewardship account--state
22 appropriation is provided solely for operating state parks, developing
23 and renovating park facilities, undertaking deferred maintenance,
24 enhancing park stewardship and other state park purposes, pursuant to
25 Substitute House Bill No. 2275 (raising funds for state parks).
26 Expenditures from the amount provided in this subsection shall not
27 exceed actual revenues received under Substitute House Bill No. 2275.
28 If the bill is not enacted by June 30, 2007, the amounts provided in
29 this subsection shall lapse.

30 (16) \$40,000 of the general fund--state appropriation for fiscal
31 year 2009 is provided solely for implementation of Second Substitute
32 House Bill No. 2514 (orca whale protection). If the bill is not
33 enacted by June 30, 2008, the amount provided in this subsection shall
34 lapse.

35 **Sec. 304.** 2007 c 522 s 304 (uncodified) is amended to read as
36 follows:

1 **FOR THE ((INTERAGENCY COMMITTEE FOR OUTDOOR RECREATION)) RECREATION**
2 **AND CONSERVATION FUNDING BOARD**

3	General Fund--State Appropriation (FY 2008)	\$1,557,000
4	General Fund--State Appropriation (FY 2009)	\$1,600,000
5	General Fund--Federal Appropriation	\$18,409,000
6	General Fund--Private/Local Appropriation	\$250,000
7	Aquatic Lands Enhancement Account--State Appropriation	\$277,000
8	Water Quality Account--State Appropriation (FY 2008)	\$100,000
9	Water Quality Account--State Appropriation (FY 2009)	\$100,000
10	Firearms Range Account--State Appropriation	\$37,000
11	Recreation Resources Account--State Appropriation	\$2,819,000
12	Nonhighway and Off-Road Vehicles Activities Program	
13	Account--State Appropriation	\$1,004,000
14	Boating Activities Account--State Appropriation	\$2,000,000
15	TOTAL APPROPRIATION	\$28,153,000

16 The appropriations in this section are subject to the following
17 conditions and limitations:

18 (1) \$16,025,000 of the general fund--federal appropriation is
19 provided solely for implementation of the forest and fish agreement
20 rules. These funds shall be allocated to the department of natural
21 resources and the department of fish and wildlife.

22 (2) \$22,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$22,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely for the implementation of
25 Substitute Senate Bill No. 5372 (Puget Sound partnership). If the bill
26 is not enacted by June 30, 2007, the department shall execute
27 activities as described in Engrossed Substitute Senate Bill No. 5372
28 (Puget Sound partnership).

29 (3) \$2,000,000 of the boating activities account--state
30 appropriation is provided solely to implement Substitute House Bill No.
31 1651 (boating activities). If the bill is not enacted by June 30,
32 2007, the amount provided in this subsection shall lapse.

33 **Sec. 305.** 2007 c 522 s 305 (uncodified) is amended to read as
34 follows:

35 **FOR THE ENVIRONMENTAL HEARINGS OFFICE**

36	General Fund--State Appropriation (FY 2008)	((\$1,134,000))
37		<u>\$1,144,000</u>

1 General Fund--State Appropriation (FY 2009) \$1,161,000
 2 TOTAL APPROPRIATION ((~~\$2,295,000~~))
 3 \$2,305,000

4 The appropriations in this section are subject to the following
 5 condition and limitation: \$10,000 of the general fund--state
 6 appropriation for fiscal year 2008 is provided solely for employee
 7 retirement buyout costs.

8 **Sec. 306.** 2007 c 522 s 306 (uncodified) is amended to read as
 9 follows:

10 **FOR THE CONSERVATION COMMISSION**

11 General Fund--State Appropriation (FY 2008) \$2,889,000
 12 General Fund--State Appropriation (FY 2009) ((~~\$2,913,000~~))
 13 \$2,948,000
 14 General Fund--Federal Appropriation \$1,178,000
 15 Water Quality Account--State Appropriation (FY 2008) . ((~~\$7,301,000~~))
 16 \$5,301,000
 17 Water Quality Account--State Appropriation (FY 2009) . ((~~\$7,326,000~~))
 18 \$5,576,000
 19 TOTAL APPROPRIATION ((~~\$21,607,000~~))
 20 \$17,892,000

21 The appropriations in this section are subject to the following
 22 conditions and limitations:

23 (1) \$100,000 of the general fund--state appropriation for fiscal
 24 year 2008 and \$100,000 of the general fund--state appropriation for
 25 fiscal year 2009 are provided solely for supplementary basic funding
 26 grants to the state's lowest-income conservation districts. The
 27 supplementary grant process shall be structured to aid recipients in
 28 becoming financially self-sufficient in the future.

29 (2) \$250,000 of the general fund--state appropriation for fiscal
 30 year 2008 and \$250,000 of the general fund--state appropriation for
 31 fiscal year 2009 are provided solely to implement Substitute Senate
 32 Bill No. 5108 (office of farmland preservation). If the bill is not
 33 enacted by June 30, 2007, the amounts provided in this subsection shall
 34 lapse.

35 (3) \$250,000 of the general fund--state appropriation for fiscal
 36 year 2008 and \$250,000 of the general fund--state appropriation for
 37 fiscal year 2009 are provided solely for the pioneers in conservation

1 program to provide grants through a competitive process to agricultural
 2 landowners for projects that benefit fish and wildlife restoration and
 3 farm operations. Grants must be matched by an equal amount or more
 4 from nonstate sources with priority for projects identified in the
 5 Puget Sound Chinook salmon recovery plan and the Puget Sound
 6 partnership strategy.

7 (4) \$78,000 of the general fund--state appropriation for fiscal
 8 year 2008 and \$72,000 of the general fund--state appropriation for
 9 fiscal year 2009 are provided solely to implement Engrossed Second
 10 Substitute Senate Bill No. 5372 (Puget Sound partnership). If the bill
 11 is not enacted by June 30, 2007, the department shall execute
 12 activities as described in Engrossed Substitute Senate Bill No. 5372
 13 (Puget Sound partnership).

14 (5) \$250,000 of the water quality account--state appropriation for
 15 fiscal year 2009 is provided solely for livestock nutrient program cost
 16 share for the poultry industry.

17 (6) \$35,000 of the general fund--state appropriation for fiscal
 18 year 2009 is provided solely for support of conservation resource
 19 management.

20 **Sec. 307.** 2007 c 522 s 307 (uncodified) is amended to read as
 21 follows:

22 **FOR THE DEPARTMENT OF FISH AND WILDLIFE**

23	General Fund--State Appropriation (FY 2008)	((\$55,453,000))
24		<u>\$56,158,000</u>
25	General Fund--State Appropriation (FY 2009)	((\$52,743,000))
26		<u>\$54,810,000</u>
27	General Fund--Federal Appropriation	((\$52,666,000))
28		<u>\$52,671,000</u>
29	General Fund--Private/Local Appropriation	((\$37,447,000))
30		<u>\$37,451,000</u>
31	Off-Road Vehicle Account--State Appropriation	\$416,000
32	Aquatic Lands Enhancement Account--State	
33	Appropriation	\$6,070,000
34	Public Safety and Education Account--State	
35	Appropriation (FY 2008)	\$268,000
36	Public Safety and Education Account--State	
37	Appropriation (FY 2009)	\$325,000

1	Recreational Fisheries Enhancement--State	
2	Appropriation	\$3,628,000
3	Warm Water Game Fish Account--State Appropriation	\$3,024,000
4	Eastern Washington Pheasant Enhancement	
5	Account--State Appropriation	\$754,000
6	Aquatic Invasive Species Enforcement Account--State	
7	Appropriation	\$204,000
8	Aquatic Invasive Species Prevention Account--State	
9	Appropriation	\$842,000
10	Wildlife Account--State Appropriation	(\$66,508,000)
11		<u>\$64,329,000</u>
12	Wildlife Account--Federal Appropriation	(\$34,552,000)
13		<u>\$34,556,000</u>
14	Wildlife Account--Private/Local Appropriation	(\$13,288,000)
15		<u>\$13,290,000</u>
16	Game Special Wildlife Account--State Appropriation	(\$1,991,000)
17		<u>\$2,491,000</u>
18	Game Special Wildlife Account--Federal Appropriation	\$8,923,000
19	Game Special Wildlife Account--Private/Local	
20	Appropriation	\$486,000
21	Water Quality Account--State Appropriation (FY 2008)	\$160,000
22	Water Quality Account--State Appropriation (FY 2009)	\$160,000
23	((Environmental Excellence Account--State Appropriation	\$15,000)
24	Regional Fisheries Salmonid Recovery Account--Federal	
25	Appropriation	(\$2,751,000)
26		<u>\$5,001,000</u>
27	Oil Spill Prevention Account--State Appropriation	\$1,104,000
28	Oyster Reserve Land Account--State Appropriation	\$417,000
29	Wildlife Rehabilitation Account--State Appropriation	(\$352,000)
30		<u>\$270,000</u>
31	TOTAL APPROPRIATION	(\$344,547,000)
32		<u>\$347,808,000</u>

33 The appropriations in this section are subject to the following
34 conditions and limitations:

35 (1) The department shall use the department of printing for
36 printing needs. Funds provided in this section may not be used to
37 staff or fund a stand-alone printing operation.

1 (2) \$175,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$175,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for the implementation of hatchery
4 reform recommendations defined by the hatchery scientific review group.

5 (3) The department shall support the activities of the aquatic
6 nuisance species coordination committee to foster state, federal,
7 tribal, and private cooperation on aquatic nuisance species issues.
8 The committee shall strive to prevent the introduction of nonnative
9 aquatic species and to minimize the spread of species that are
10 introduced.

11 (4) The department shall emphasize enforcement of laws related to
12 protection of fish habitat and the illegal harvest of salmon and
13 steelhead. Within the amount provided for the agency, the department
14 shall provide support to the department of health to enforce state
15 shellfish harvest laws.

16 (5) \$400,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$400,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely for a state match to support the
19 Puget Sound nearshore partnership between the department and the U.S.
20 army corps of engineers.

21 (6) The department shall assist the office of regulatory assistance
22 in implementing activities consistent with the governor's regulatory
23 improvement program. The department shall support and provide
24 expertise to facilitate, coordinate, and simplify citizen and business
25 interactions so as to improve state regulatory processes involving
26 state, local, and federal stakeholders.

27 (7) \$634,000 of the general fund--state appropriation for fiscal
28 year 2008 is provided solely for operations and fish production costs
29 at department-operated Mitchell act hatchery facilities.

30 (8) ~~((Within the amount provided for the agency, the department
31 shall implement a joint management and collaborative enforcement
32 agreement with the confederated tribes of the Colville and the Spokane
33 tribe.))~~ \$609,000 of the general fund--state appropriation for fiscal
34 year 2009 is provided solely for the department to implement a pilot
35 project with the Confederated Tribes of the Colville Reservation to
36 develop expanded recreational fishing opportunities on Lake Rufus Woods
37 and its northern shoreline and to conduct joint enforcement of lake

1 fisheries on Lake Rufus Woods and adjoining waters, pursuant to state
2 and tribal intergovernmental agreements developed under the Columbia
3 River water supply program.

4 (a) For the purposes of the pilot project:

5 (i) A fishing permit issued to a nontribal member by the Colville
6 Tribes shall satisfy the license requirement of RCW 77.32.010 on the
7 waters of Lake Rufus Woods and on the north shore of Lake Rufus Woods;

8 (ii) The Colville Tribes have agreed to provide to holders of its
9 nontribal member fishing permits a means to demonstrate that fish in
10 their possession were lawfully taken in Lake Rufus Woods;

11 (iii) A Colville tribal member identification card shall satisfy
12 the license requirement of RCW 77.32.010 on all waters of Lake Rufus
13 Woods;

14 (iv) The department and the Colville Tribes shall jointly designate
15 fishing areas on the north shore of Lake Rufus Woods for the purposes
16 of enhancing access to the recreational fisheries on the lake; and

17 (v) The Colville Tribes have agreed to recognize a fishing license
18 issued under RCW 77.32.470 or RCW 77.32.490 as satisfying the nontribal
19 member fishing permit requirements of Colville tribal law on the
20 reservation portion of the waters of Lake Rufus Woods and at designated
21 fishing areas on the north shore of Lake Rufus Woods;

22 (b) The director, in collaboration with the Colville Tribes, shall
23 provide an interim report to the office of financial management and the
24 appropriate committees of the legislature by December 31, 2008. The
25 report shall describe the status of the pilot project, and make
26 recommendations as needed to fully implement the project, pursuant to
27 the state and tribal agreement on Lake Rufus Woods.

28 (9) \$182,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$182,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely to continue the ballast water
31 management program in Puget Sound and expand the program to include the
32 Columbia river and coastal ports.

33 (10) \$250,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$250,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely for hatchery facility maintenance
36 improvements.

37 (11) \$440,000 of the general fund--state appropriation for fiscal
38 year 2008 and \$409,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for estimates of juvenile
2 abundance of federally listed salmon and steelhead populations. The
3 department shall report to the office of financial management and the
4 appropriate fiscal committees of the legislature with a letter stating
5 the use and measurable results of activities that are supported by
6 these funds.

7 (12) \$125,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$125,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely for the strategic budget and
10 accountability program.

11 (13) \$113,000 of the general fund--state appropriation for fiscal
12 year 2008 and \$113,000 of the general fund--state appropriation for
13 fiscal year 2009 are provided solely to implement Engrossed Substitute
14 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not
15 enacted by June 30, 2007, the department shall execute activities as
16 described in Engrossed Substitute Senate Bill No. 5372 (Puget Sound
17 partnership).

18 (14) Prior to submitting its 2009-11 biennial operating and capital
19 budget request related to state fish hatcheries to the office of
20 financial management, the department shall contract with the hatchery
21 scientific review group (HSRG) to review this request. This review
22 shall: (a) Determine if the proposed requests are consistent with HSRG
23 recommendations; (b) prioritize the components of the requests based on
24 their contributions to protecting wild salmonid stocks and meeting the
25 recommendations of the HSRG; and (c) evaluate whether the proposed
26 requests are being made in the most cost effective manner. The
27 department shall provide a copy of the HSRG review to the office of
28 financial management and the appropriate legislative committees by
29 October 1, 2008.

30 (15) \$43,000 of the general fund--state appropriation for fiscal
31 year 2008 is provided solely for the implementation of Substitute
32 Senate Bill No. 5447 (coastal Dungeness crab). If the bill is not
33 enacted by June 30, 2007, the amount provided in this subsection shall
34 lapse.

35 (16) \$4,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$4,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for the implementation of

1 Substitute Senate Bill No. 5463 (forest fire protection). If the bill
2 is not enacted by June 30, 2007, the amounts provided in this
3 subsection shall lapse.

4 (17) \$89,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$89,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the implementation of
7 Substitute Senate Bill No. 6141 (forest health). If the bill is not
8 enacted by June 30, 2007, the amounts provided in this subsection shall
9 lapse.

10 (18) \$204,000 of the aquatic invasive species enforcement account--
11 state appropriation is provided solely for the implementation of
12 Substitute Senate Bill No. 5923 (aquatic invasive species). If the
13 bill is not enacted by June 30, 2007, the amount provided in this
14 subsection shall lapse.

15 ~~(19) ((\$42,000 of the general fund--state appropriation for fiscal~~
16 ~~year 2008 and \$42,000 of the general fund--state appropriation for~~
17 ~~fiscal year 2009 are provided solely for the implementation of~~
18 ~~Substitute Senate Bill No. 5236 (public lands management). If the bill~~
19 ~~is not enacted by June 30, 2007, the amounts provided in this~~
20 ~~subsection shall lapse.~~

21 ~~(+20))~~ \$352,000 of the wildlife rehabilitation account is provided
22 solely for the implementation of Senate Bill No. 5188 (wildlife
23 rehabilitation). If the bill is not enacted by June 30, 2007, the
24 amounts provided in this subsection shall lapse.

25 ~~((+21))~~ (20) \$77,000 of the general fund--state appropriation for
26 fiscal year 2008 and \$75,000 of the general fund--state appropriation
27 for fiscal year 2009 are provided solely for the department of fish and
28 wildlife to participate in the upper Columbia salmon recovery plan
29 implementation, habitat conservation plan hatchery committees, and the
30 priest rapids salmon and steelhead agreement hatchery technical
31 committee.

32 ~~((+22))~~ (21)(a) Within existing funds, the department of fish and
33 wildlife shall sell the upper 20-acre parcel of the Beebe springs
34 property.

35 (b) Proceeds from the sale are to be used to develop the Beebe
36 springs natural interpretive site. Up to \$300,000 of the general
37 fund--state appropriation for fiscal year 2009 is provided solely for

1 the development of the Beebe springs natural interpretive site. The
2 department shall not expend more than the amount received from the sale
3 proceeds.

4 ~~((+25+))~~ (22) \$50,000 of the general fund--state appropriation for
5 fiscal year 2008 and \$49,000 of the general fund--state appropriation
6 for fiscal year 2009 are provided solely to implement Substitute House
7 Bill No. 2049 (marine resource committees). If the bill is not enacted
8 by June 30, 2007, the amounts provided in this subsection shall lapse.

9 ~~((+26+))~~ (23) \$35,000 of the general fund--state appropriation for
10 fiscal year 2008 and \$35,000 of the general fund--state appropriation
11 for fiscal year 2009 are provided solely for a study of introducing
12 oxygen to the waters of Hood Canal. The study shall propose a location
13 in a small marine area where a large number of bottom-dwelling fish
14 species exist, and analyze the impact of injected dissolved oxygen on
15 aquatic life. The department shall report to the appropriate
16 committees of the legislature on the results of the study and recommend
17 whether to proceed with a project to inject oxygen into Hood Canal.

18 ~~((+27+))~~ (24) \$1,310,000 of the general fund--state appropriation
19 for fiscal year 2008 is provided solely to replace state wildlife
20 account funds for the engineering program and ~~((+\$1,190,000))~~ \$610,000
21 of the general fund--state appropriation for fiscal year 2008 are
22 provided solely to replace state wildlife account funds for the
23 hydraulic project permitting program, including the development of a
24 permit fee schedule for the hydraulic project approval program to make
25 the program self supporting. Fees may be based on factors relating to
26 the complexity of the permit issuance. The fees received by the
27 department must be deposited into the state wildlife account and shall
28 be expended exclusively for the purposes of the hydraulic project
29 permitting program. By December 1, 2008, the department shall provide
30 a permit fee schedule for the hydraulic project approval program to the
31 office of financial management and the appropriate committees of the
32 legislature.

33 ~~((+28+))~~ (25) \$245,000 of the general fund--state appropriation for
34 fiscal year 2008 and \$245,000 of the general fund--state appropriation
35 for fiscal year 2009 are provided solely to the department to work in
36 cooperation with the department of natural resources to assist with the
37 implementation of the wild horse coordinated resource management plan.

1 Implementation may include providing grant funding to other state and
2 nonstate entities as needed.

3 ~~((+29+))~~ (26) \$270,000 of the general fund--state appropriation for
4 fiscal year 2008 and \$270,000 of the general fund--state appropriation
5 for fiscal year 2009 are provided solely for the department to develop
6 siting guidelines for power generation facilities, provide technical
7 assistance for permitting, support voluntary compliance with the
8 guidelines, and to conduct bird and wildlife assessments on state lands
9 most eligible for wind power leases.

10 ~~((+31+))~~ (27) \$50,000 of the general fund--state appropriation for
11 fiscal year 2008 is provided solely to implement Second Substitute
12 House Bill No. 2220 (shellfish). The department shall develop and
13 maintain an electronic database for aquatic farmer registration. If
14 the bill is not enacted by June 30, 2007, the amount provided in this
15 subsection shall lapse.

16 (28) During the 2007-09 biennium, the department shall not make a
17 permanent closure of any hatchery facility currently in operation.

18 (29) Within existing funds, the department shall continue
19 implementing its capital program action plan dated September 1, 2007,
20 including the purchase of the necessary maintenance and support costs
21 for the capital programs and engineering tools. The department shall
22 report to the office of financial management and the appropriate
23 committees of the legislature, its progress in implementing the plan,
24 including improvements instituted in its capital program, by September
25 30, 2008.

26 (30) \$46,000 of the general fund--state appropriation for fiscal
27 year 2009 is provided solely for implementation of Second Substitute
28 House Bill No. 2514 (orca whale protection). If the bill is not
29 enacted by June 30, 2008, the amount provided in this subsection shall
30 lapse.

31 (31) \$24,000 of the general fund--state appropriation for fiscal
32 year 2009 is provided solely for implementation of House Bill No. 3186
33 (beach management districts). If the bill is not enacted by June 30,
34 2008, the amount provided in this subsection shall lapse.

35 (32) \$50,000 of the general fund--state appropriation for fiscal
36 year 2009 is provided solely for implementation of Second Substitute
37 House Bill No. 1147 (damage to livestock from wildlife). If the bill

1 is not enacted by June 30, 2008, the amount provided in this subsection
2 shall lapse.

3 (33) The department shall complete an inventory of department
4 purchased or leased lands acquired for mixed agriculture and fish and
5 wildlife habitat and provide for each purchase or lease agreement the
6 cost and date of the agreement, the previous use of the land, any
7 agreement or deed specifying continuing use of the land, and the
8 current management cost and status of each parcel of purchased or
9 leased lands. The department shall provide the inventory to the
10 appropriate committees of the legislature by December 1, 2008.

11 (34) \$289,000 of the general fund--state appropriation for fiscal
12 year 2008 and \$301,000 of the general fund--state appropriation for
13 fiscal year 2009 are provided solely for selective fisheries.

14 (35) \$50,000 of the general fund--state appropriation for fiscal
15 year 2009 is provided solely for the department to work with the
16 northwest straits commission to provide training to the British
17 Columbia ministry of environment and other Canadian partners on methods
18 used to remove derelict gear in marine waters along the United States
19 and Canada border. This amount is provided on a onetime basis and is
20 contingent upon an equal match from Canada. In addition, \$50,000 of
21 the general fund--state appropriation for fiscal year 2009 is provided
22 solely for removal of derelict gear in Washington waters.

23 (36) \$135,000 of the general fund--state appropriation for fiscal
24 year 2009 is provided solely for a review of the effectiveness of the
25 department's existing hydraulic project approval process and outcomes.

26 (37) \$25,000 of the general fund--state appropriation for fiscal
27 year 2009 is provided solely for stream channel restoration of Wiley
28 Slough to enhance fish passage.

29 (38) \$95,000 of the general fund--state appropriation for fiscal
30 year 2009 is provided solely for Ebey Island property management costs.

31 (39)(a) A work group on Electron dam salmon passage is established,
32 with members as provided in this subsection.

33 (i) The president of the senate shall appoint one member from each
34 of the two largest caucuses of the senate.

35 (ii) The speaker of the house of representatives shall appoint one
36 member from each of the two largest caucuses of the house of
37 representatives.

1 (iii) The department of fish and wildlife shall appoint at least
2 one representative from each of the following entities: The department
3 of fish and wildlife, Puyallup Tribe of Indians, and Puget Sound
4 energy.

5 (b) The department of fish and wildlife shall provide staff support
6 to the work group.

7 (c) The work group shall study possible enhancements for improving
8 outbound juvenile salmon passage at Electron dam on the Puyallup river.

9 (d) Legislative members of the work group shall be reimbursed for
10 travel expenses in accordance with RCW 44.04.120. Nonlegislative
11 members, except those representing an employer or organization, are
12 entitled to be reimbursed for travel expenses in accordance with RCW
13 43.03.050 and 43.03.060.

14 (e) The expenses of the work group, other than travel expenses of
15 legislative members, shall be paid within existing funds from the
16 department of fish and wildlife.

17 (f) The work group shall present its findings and recommendations
18 to the appropriate committees of the legislature by January 1, 2009.

19 (g) This section expires January 1, 2009.

20 **Sec. 308.** 2007 c 522 s 308 (uncodified) is amended to read as
21 follows:

22 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

23	General Fund--State Appropriation (FY 2008)	((\$48,497,000))
24		<u>\$51,302,000</u>
25	General Fund--State Appropriation (FY 2009)	((\$50,818,000))
26		<u>\$52,317,000</u>
27	General Fund--Federal Appropriation	((\$25,235,000))
28		<u>\$27,862,000</u>
29	General Fund--Private/Local Appropriation	\$1,413,000
30	Forest Development Account--State Appropriation . . .	((\$58,165,000))
31		<u>\$58,173,000</u>
32	Off-Road Vehicle Account--State Appropriation	((\$4,318,000))
33		<u>\$4,235,000</u>
34	Surveys and Maps Account--State Appropriation	\$2,536,000
35	Aquatic Lands Enhancement Account--State	
36	Appropriation	((\$7,773,000))
37		<u>\$7,964,000</u>

1	Resources Management Cost Account--State	
2	Appropriation	((\$96,177,000))
3		<u>\$96,209,000</u>
4	Surface Mining Reclamation Account--State	
5	Appropriation	\$3,295,000
6	Disaster Response Account--State Appropriation	\$5,000,000
7	Forest and Fish Support Account--State Appropriation	((\$4,000,000))
8		<u>\$7,000,000</u>
9	Water Quality Account--State Appropriation (FY 2008)	\$1,348,000
10	Water Quality Account--State Appropriation (FY 2009)	\$1,360,000
11	Aquatic Land Dredged Material Disposal Site	
12	Account--State Appropriation	\$1,337,000
13	Natural Resources Conservation Areas Stewardship	
14	Account--State Appropriation	\$34,000
15	State Toxics Control Account--State Appropriation	\$80,000
16	Air Pollution Control Account--State Appropriation	\$570,000
17	Nonhighway and Off-Road Vehicle Activities Program	
18	Account--State Appropriation	\$982,000
19	Derelict Vessel Removal Account--State Appropriation	\$3,652,000
20	Agricultural College Trust Management Account--State	
21	Appropriation	\$2,064,000
22	TOTAL APPROPRIATION	((\$318,654,000))
23		<u>\$328,733,000</u>

24 The appropriations in this section are subject to the following
25 conditions and limitations:

26 (1) ((~~\$122,000~~)) \$1,021,000 of the general fund--state
27 appropriation for fiscal year 2008 and ((~~\$162,000~~)) \$1,043,000 of the
28 general fund--state appropriation for fiscal year 2009 are provided
29 solely for deposit into the agricultural college trust management
30 account and are provided solely to manage approximately 70,700 acres of
31 Washington State University's agricultural college trust lands.

32 (2) ((~~\$11,463,000~~)) \$15,170,000 of the general fund--state
33 appropriation for fiscal year 2008, ((~~\$13,792,000~~)) \$13,542,000 of the
34 general fund--state appropriation for fiscal year 2009, and \$5,000,000
35 of the disaster response account--state appropriation are provided
36 solely for emergency fire suppression. None of the general fund and
37 disaster response account amounts provided in this subsection may be

1 used to fund agency indirect and administrative expenses. Agency
2 indirect and administrative costs shall be allocated among the agency's
3 remaining accounts and appropriations.

4 (3) Fees approved by the department of natural resources and the
5 board of natural resources in the 2007-09 biennium are authorized to
6 exceed the fiscal growth factor under RCW 43.135.055.

7 (4) \$198,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$199,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely for the department to work with
10 appropriate stakeholders and state agencies in determining how
11 privately owned lands, in combination with other land ownership such as
12 public and tribal lands, contribute to wildlife habitat. The
13 assessment will also determine how commercial forests, forest lands on
14 the urban fringe, and small privately-owned forest lands that are
15 managed according to Washington's forest and fish prescriptions, in
16 combination with other forest management activities, function as
17 wildlife habitat now and in the future.

18 (5) (~~(\$2,500,000)~~) \$5,500,000 of the forest and fish support
19 account--state appropriation is provided solely for adaptive
20 management, monitoring, and participation grants to tribes. If federal
21 funding for this purpose is reinstated, the amount provided in this
22 subsection shall lapse. The department shall compile the outcomes of
23 these grants annually and submit them to the office of financial
24 management by September 1 of 2008 and 2009.

25 (6) \$400,000 of the forest and fish support account--state
26 appropriation is provided solely for adaptive management, monitoring,
27 and participation grants to the departments of ecology and fish and
28 wildlife. If federal funding for this purpose is reinstated, this
29 subsection shall lapse.

30 (7) The department shall prepare a feasibility study that analyzes
31 applicable business processes and develops the scope, requirements, and
32 alternatives for replacement of the department's current suite of
33 payroll-support systems. The department shall use an independent
34 consultant to assist with the study, and shall submit the completed
35 analysis to the office of financial management, the department of
36 personnel, and the department of information services by August 1,
37 2008.

1 (8) \$600,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$600,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely to continue interagency agreements
4 with the department of fish and wildlife and the department of ecology
5 for forest and fish report field implementation tasks.

6 (9) All department staff serving as recreation-management trail
7 stewards shall be noncommissioned.

8 (10) \$112,000 of the aquatic lands enhancement account--state
9 appropriation is provided solely for spartina eradication efforts. The
10 department may enter into agreements with federal agencies to eradicate
11 spartina from private lands that may provide a source of reinfestation
12 to public lands.

13 (11) \$40,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$40,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely for the department to convene and
16 staff a work group to study issues related to wildfire prevention and
17 protection. The work group shall be composed of members representing
18 rural counties in eastern and western Washington, fire districts,
19 environmental protection organizations, industrial forest landowners,
20 the agricultural community, the beef industry, small forest landowners,
21 the building industry, realtors, the governor or a designee, the
22 insurance commissioner or a designee, the office of financial
23 management, the state fire marshal or a designee, the state building
24 code council, and the commissioner or public lands or a designee. The
25 work group shall issue a report of findings and recommendations to the
26 appropriate committees of the legislature by August 1, 2008.

27 (12) \$249,000 of the aquatic lands enhancement account--state
28 appropriation is provided solely to implement Engrossed Substitute
29 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not
30 enacted by June 30, 2007, the department shall execute activities as
31 described in Engrossed Substitute Senate Bill No. 5372 (Puget Sound
32 partnership).

33 (13) \$2,000,000 of the derelict vessel removal account--state
34 appropriation is provided solely for the implementation of Engrossed
35 Second Substitute Senate Bill No. 6044 (derelict vessels). If the bill
36 is not enacted by June 30, 2007, the amount provided in this subsection
37 shall lapse.

1 (14) (~~(\$42,000)~~) \$34,000 of the general fund--state appropriation
2 for fiscal year 2008 and (~~(\$42,000)~~) \$34,000 of the general fund--state
3 appropriation for fiscal year 2009 are provided solely for the
4 implementation of Substitute Senate Bill No. 5236 (public lands
5 management). If the bill is not enacted by June 30, 2007, the amounts
6 provided in this subsection shall lapse.

7 (15) \$14,000 of the forest development account--state appropriation
8 and \$52,000 of the resources management cost account--state
9 appropriation are provided solely for implementation of Substitute
10 Senate Bill No. 5463 (forest fire protection). If the bill is not
11 enacted by June 30, 2007, the amounts provided in this subsection shall
12 lapse.

13 (16) \$1,000,000 of the general fund--state appropriation for fiscal
14 year 2008 is provided solely for the removal of one or two large
15 floating dry docks off Lake Washington near the Port Quendall site in
16 north Renton.

17 (17) \$547,000 of the general fund--state appropriation for fiscal
18 year 2008 and \$726,000 of the general fund--state appropriation for
19 fiscal year 2009 are provided solely for the implementation of
20 Substitute Senate Bill No. 6141 (forest health). If the bill is not
21 enacted by June 30, 2007, the amounts provided in this subsection shall
22 lapse.

23 (18) \$22,000 of the surface mining reclamation account--state
24 appropriation and \$22,000 of the resources management cost account--
25 state appropriation are provided solely for the implementation of
26 Substitute Senate Bill No. 5972 (surface mining reclamation). If the
27 bill is not enacted by June 30, 2007, the amounts in this subsection
28 shall lapse.

29 (19) \$125,000 of the general fund--state appropriation for fiscal
30 year 2008, \$125,000 of the general fund--state appropriation for fiscal
31 year 2009, and \$250,000 of the resource management cost account--state
32 appropriation are provided solely to extend the 2005-2007 contract with
33 the University of Washington college of forestry resources for
34 additional research and technical assistance on the future of
35 Washington forests. Reports shall be submitted by June 30, 2009, to
36 the appropriate committees of the legislature on the following topics:

37 (a) An exploration of the potential markets for renewable energy
38 from biomass from Washington forests, especially from material removed

1 from eastern Washington forests as part of forest health improvement
2 efforts. This exploration shall assess the feasibility of converting
3 large amounts of underutilized forest biomass into useful products and
4 green energy by providing required analyses needed to efficiently
5 collect and deliver forest biomass to green energy end users. The role
6 of transportation and processing infrastructure in developing markets
7 for such material for both clean energy and value-added products shall
8 be included in the exploration. The college shall coordinate with
9 Washington State University efforts to identify what new biological,
10 chemical, and engineering technologies are emerging for converting
11 forest biomass to clean and efficient energy.

12 (b) Recommendations for the college's northwest environmental forum
13 for retaining the highest valued working forest lands at risk of
14 conversion to nonforest uses. These recommendations should include an
15 examination of means to enhance biodiversity through strategic
16 retention of certain lands, as well as economic incentives for
17 landowners to retain lands as working forests and provide ecosystem
18 services. The recommendations shall consider the health and value of
19 the forest lands, the rate of loss of working forest lands in the area,
20 the risk to timber processing infrastructure from continued loss of
21 working forest lands, and the multiple benefits derived from retaining
22 working forest lands. The recommendations shall prioritize forest
23 lands in the Cascade foothills, which include the area generally
24 encompassing the nonurbanized lands within the Cascade mountain range
25 and drainages lying between three hundred and three thousand feet above
26 mean sea level, and located within Whatcom, Skagit, Snohomish, King,
27 Pierce, Thurston, and Lewis counties.

28 (20) \$25,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$25,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely for Chelan county, as the chair of
31 the Stemilt partnership, to perform the following:

32 (a) Work with private and public land management entities to
33 identify and evaluate land ownership possibilities;

34 (b) Allocate up to \$10,000 to the department of fish and wildlife
35 to perform technical studies, baseline assessments, environmental
36 review, due diligence, and similar real estate evaluations; and

37 (c) Implement real estate transactions based on the results of the
38 studies.

1 (21) \$15,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$15,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for health benefits to Washington
4 conservation corps employees.

5 (22) \$300,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$300,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely for staff support for the natural
8 heritage program to integrate, analyze, and provide bird area
9 information, and for state designations and mapping support, among
10 other activities.

11 (23) \$48,000 of the resource management cost account--state
12 appropriation is provided solely to implement Second Substitute House
13 Bill No. 2220 (shellfish). The department shall participate in a
14 shellfish aquaculture regulatory committee, convened by the department
15 of ecology. If the bill is not enacted by June 30, 2007, the amount
16 provided in this subsection shall lapse.

17 (24) \$150,000 of the general fund--private/local appropriation is
18 provided solely for the implementation of Substitute Senate Bill No.
19 5445 (cost-reimbursement agreements). If the bill is not enacted by
20 June 30, 2007, the amount provided in this subsection shall lapse.

21 (25) \$191,000 of the aquatic lands enhancement account--state
22 appropriation is provided solely for the department to coordinate with
23 the Puget Sound partnership to complete a final habitat conservation
24 plan for state-owned aquatic lands and an environmental impact
25 statement by June 2009.

26 (26) \$251,000 of the general fund--state appropriation for fiscal
27 year 2009 is provided solely for implementation of Engrossed Second
28 Substitute House Bill No. 2844 (urban forestry). If the bill is not
29 enacted by June 30, 2008, the amount provided in this subsection shall
30 lapse.

31 (27) \$350,000 of the general fund--state appropriation for fiscal
32 year 2009 is provided solely for implementation of Substitute House
33 Bill No. 2471 (Washington geological survey). If the bill is not
34 enacted by June 30, 2008, the amount provided in this subsection shall
35 lapse.

36 (28) \$20,000 of the resource management cost account--state
37 appropriation is provided solely for implementation of House Bill No.

1 3186 (beach management districts). If the bill is not enacted by June
2 30, 2008, the amount provided in this subsection shall lapse.

3 (29) \$80,000 of the general fund--state appropriation for fiscal
4 year 2009 is provided solely to complete maps of lower Hood Canal,
5 including subsurface geologic layers, lithology, digital layers, and
6 maps to identify liquifiable sediments for hazard mitigation. The
7 department shall provide a report to the appropriate committees of the
8 legislature on maps that were produced by December 1, 2008.

9 **Sec. 309.** 2007 c 522 s 309 (uncodified) is amended to read as
10 follows:

11 **FOR THE DEPARTMENT OF AGRICULTURE**

12	General Fund--State Appropriation (FY 2008)	((\$14,071,000))
13		<u>\$14,073,000</u>
14	General Fund--State Appropriation (FY 2009)	((\$14,152,000))
15		<u>\$14,304,000</u>
16	General Fund--Federal Appropriation	((\$11,441,000))
17		<u>\$11,443,000</u>
18	General Fund--Private/Local Appropriation	\$422,000
19	Aquatic Lands Enhancement Account--State	
20	Appropriation	\$2,062,000
21	Energy Freedom Account--State Appropriation	\$500,000
22	Water Quality Account--State Appropriation (FY 2008)	\$604,000
23	Water Quality Account--State Appropriation (FY 2009)	\$618,000
24	State Toxics Control Account--State Appropriation	\$4,120,000
25	Water Quality Permit Account--State Appropriation	\$61,000
26	TOTAL APPROPRIATION	((\$48,051,000))
27		<u>\$48,207,000</u>

28 The appropriations in this section are subject to the following
29 conditions and limitations:

30 (1) Fees and assessments approved by the department in the 2007-09
31 biennium are authorized to exceed the fiscal growth factor under RCW
32 43.135.055.

33 (2) Within funds appropriated in this section, the department, in
34 addition to the authority provided in RCW 17.26.007, may enter into
35 agreements with federal agencies to eradicate spartina from private
36 lands that may provide a source of reinfestation to public lands.

1 (3) \$78,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$72,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely to implement Engrossed Substitute
4 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not
5 enacted by June 30, 2007, the department shall execute activities as
6 described in Engrossed Substitute Senate Bill No. 5372 (Puget Sound
7 partnership).

8 (4) \$62,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$63,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely for a study to evaluate the use of
11 sugar beets for the production of biofuels.

12 (5) \$275,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$275,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely for direct allocation, without
15 deduction, to the Washington tree fruit research commission,
16 established under chapter 15.26 RCW, for development and implementation
17 of a pest management transition program to reduce the use by the tree
18 fruit industry of certain organophosphate insecticides.

19 (6) \$250,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$250,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely for distribution to counties with
22 weed boards to control invasive weeds. Of this amount, \$150,000 of the
23 general fund--state appropriation for fiscal year 2008 and \$150,000 of
24 the general fund--state appropriation for fiscal year 2009 are provided
25 solely to control Japanese knotweed in counties with weed boards.

26 (7) \$250,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$250,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely for pass through funding to the
29 nonprofit opportunities industrialization center to provide training to
30 agricultural workers related to farm skills, English as a second
31 language, and other skills.

32 (8) \$150,000 of the general fund--state appropriation for fiscal
33 year 2009 is provided solely for implementation of Engrossed Second
34 Substitute House Bill No. 2798 (local food production). If the bill is
35 not enacted by June 30, 2008, the amount provided in this subsection
36 shall lapse.

1 **Sec. 310.** 2007 c 522 s 310 (uncodified) is amended to read as
2 follows:

3 **FOR THE WASHINGTON POLLUTION LIABILITY REINSURANCE PROGRAM**

4 Pollution Liability Insurance Program Trust	
5 Account--State Appropriation	((\$799,000))
6	<u>\$745,000</u>

7 **Sec. 311.** 2007 c 522 s 311 (uncodified) is amended to read as
8 follows:

9 **FOR THE PUGET SOUND PARTNERSHIP**

10 General Fund--State Appropriation (FY 2008)	((\$500,000))
11	<u>\$370,000</u>
12 General Fund--State Appropriation (FY 2009)	((\$500,000))
13	<u>\$630,000</u>
14 General Fund--Federal Appropriation	((\$1,155,000))
15	<u>\$1,190,000</u>
16 General Fund--Private/Local Appropriation	\$2,500,000
17 Aquatic Lands Enhancement Account--State Appropriation . . .	\$500,000
18 Water Quality Account--State Appropriation (FY 2008) .	((\$3,458,000))
19	<u>\$3,660,000</u>
20 Water Quality Account--State Appropriation (FY 2009) .	((\$3,459,000))
21	<u>\$4,245,000</u>
22 <u>State Toxics Account--State Appropriation</u>	<u>\$1,610,000</u>
23 TOTAL APPROPRIATION	((\$12,072,000))
24	<u>\$14,705,000</u>

25 The appropriations in this section are subject to the following
26 conditions and limitations:

27 (1) ((~~\$1,000,000~~)) \$600,000 of the water quality account--state
28 appropriation for fiscal year 2008, ((~~\$1,000,000~~)) \$1,400,000 of the
29 water quality account--state appropriation for fiscal year 2009, and
30 \$2,500,000 of the general fund--private/local appropriation are
31 provided solely for the education of citizens through attracting and
32 utilizing volunteers to engage in activities that result in
33 environmental benefits.

34 (2) \$2,208,000 of the water quality account--state appropriation
35 for fiscal year 2008, \$2,209,000 of the water quality account--state
36 appropriation for fiscal year 2009, ((~~\$500,000~~)) \$370,000 of the
37 general fund--state appropriation for fiscal year 2008, ((~~\$500,000~~))

1 \$630,000 of the general fund--state appropriation for fiscal year 2009,
2 and \$1,155,000 of the general fund--federal appropriation are provided
3 solely to implement Substitute Senate Bill No. 5372 (Puget Sound
4 partnership). If the bill is not enacted by June 30, 2007, then
5 \$2,208,000 of the water quality account--state appropriation for fiscal
6 year 2008, \$2,209,000 of the water quality account--state appropriation
7 for fiscal year 2009, \$1,155,000 of the general fund--federal
8 appropriation, \$500,000 of the general fund--state appropriation for
9 fiscal year 2008, and \$500,000 of the general fund--state appropriation
10 for fiscal year 2009 are appropriated to the office of the governor for
11 operation of the Puget Sound action team.

12 (3) To implement the 2007-09 Puget Sound biennial plan required by
13 Engrossed Substitute Senate Bill No. 5372 (Puget Sound partnership),
14 funding is provided solely for Puget Sound recovery activities in the
15 budgets of selected agencies and institutions of higher education,
16 including the department of agriculture, department of community, trade
17 and economic development, conservation commission, department of
18 ecology, department of fish and wildlife, department of health,
19 interagency committee for outdoor recreation, department of natural
20 resources, state parks and recreation commission, the Puget Sound
21 partnership, University of Washington, and Washington State University.
22 During the 2007-09 biennium, moneys are provided solely for these
23 agencies and institutions of higher education as provided for in LEAP
24 document PSAT-2007.

25 (4) \$305,000 of the water quality account--state appropriation for
26 fiscal year 2009 is provided solely for an outcome monitoring program
27 first for Puget Sound and Washington's coastline and then across the
28 remaining salmon recovery regions across the state. In planning and
29 carrying out this program, the department of ecology shall seek and
30 respond to guidance from the Puget Sound partnership.

(End of part)

PART IV
TRANSPORTATION

Sec. 401. 2007 c 522 s 401 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF LICENSING

General Fund--State Appropriation (FY 2008)	((\$1,727,000))
	<u>\$1,730,000</u>
General Fund--State Appropriation (FY 2009)	((\$2,000,000))
	<u>\$2,092,000</u>
Architects' License Account--State Appropriation	((\$762,000))
	<u>\$763,000</u>
Cemetery Account--State Appropriation	\$240,000
Professional Engineers' Account--State Appropriation	((\$3,484,000))
	<u>\$3,492,000</u>
Real Estate Commission Account--State Appropriation	((\$8,883,000))
	<u>\$9,257,000</u>
Master License Account--State Appropriation	((\$14,072,000))
	<u>\$14,434,000</u>
Uniform Commercial Code Account--State Appropriation	((\$3,086,000))
	<u>\$3,090,000</u>
Real Estate Education Account--State Appropriation	\$276,000
Real Estate Appraiser Commission Account--State	
Appropriation	((\$1,684,000))
	<u>\$1,683,000</u>
Business Professions Account--State Appropriation	((\$10,190,000))
	<u>\$11,470,000</u>
Real Estate Research Account--State Appropriation	\$320,000
Funeral Directors And Embalmers Account--State	
Appropriation	((\$597,000))
	<u>\$596,000</u>
Geologists' Account--State Appropriation	((\$57,000))
	<u>\$56,000</u>
Data Processing Revolving Account--State Appropriation	\$29,000
Derelict Vessel Removal Account--State Appropriation	\$31,000
TOTAL APPROPRIATION	((\$47,438,000))
	<u>\$49,559,000</u>

1 The appropriations in this section are subject to the following
2 conditions and limitations:

3 (1) In accordance with RCW 43.24.086, it is the policy of the state
4 of Washington that the cost of each professional, occupational, or
5 business licensing program be fully borne by the members of that
6 profession, occupation, or business. For each licensing program
7 covered by RCW 43.24.086, the department shall set fees at levels
8 sufficient to fully cover the cost of administering the licensing
9 program, including any costs associated with policy enhancements funded
10 in the 2007-09 fiscal biennium. Pursuant to RCW 43.135.055, during the
11 2007-09 fiscal biennium, the department may increase fees in excess of
12 the fiscal growth factor if the increases are necessary to fully fund
13 the costs of the licensing programs.

14 (2) \$230,000 of the master license account--state appropriation is
15 provided solely for Engrossed Second Substitute House Bill No. 1461
16 (manufactured/mobile home dispute resolution). If the bill is not
17 enacted by June 30, 2007, the amount provided in this subsection shall
18 lapse.

19 (3) \$87,000 of the general fund--state appropriation for fiscal
20 year 2009 is provided solely for implementation of Second Substitute
21 House Bill No. 3349 (residential contractors). If the bill is not
22 enacted by June 30, 2008, the amount provided in this subsection shall
23 lapse.

24 (4) \$64,000 of the business professions account--state
25 appropriation is provided solely for implementation of Substitute House
26 Bill No. 2759 (bail bond agents). If the bill is not enacted by June
27 30, 2008, the amount provided in this subsection shall lapse.

28 **Sec. 402.** 2007 c 522 s 402 (uncodified) is amended to read as
29 follows:

30 **FOR THE STATE PATROL**

31	General Fund--State Appropriation (FY 2008)	((\$38,903,000))
32		<u>\$38,968,000</u>
33	General Fund--State Appropriation (FY 2009)	((\$37,102,000))
34		<u>\$32,117,000</u>
35	General Fund--Federal Appropriation	\$5,629,000
36	General Fund--Private/Local Appropriation	\$1,223,000
37	Death Investigations Account--State Appropriation	((\$5,510,000))

1		<u>\$5,715,000</u>
2	Public Safety and Education Account--State	
3	Appropriation (FY 2008)	\$1,476,000
4	Public Safety and Education Account--State	
5	Appropriation (FY 2009)	((\$1,532,000))
6		<u>\$2,732,000</u>
7	Enhanced 911 Account--State Appropriation	\$572,000
8	County Criminal Justice Assistance Account--State	
9	Appropriation	\$3,155,000
10	Municipal Criminal Justice Assistance	
11	Account--State Appropriation	\$1,244,000
12	Fire Service Trust Account--State Appropriation	\$131,000
13	Disaster Response Account--State Appropriation	\$2,000
14	Fire Service Training Account--State Appropriation	\$7,936,000
15	Aquatic Invasive Species Enforcement	
16	Account--State Appropriation	\$54,000
17	State Toxics Control Account--State Appropriation	\$502,000
18	Violence Reduction and Drug Enforcement	
19	Account--State Appropriation (FY 2008)	\$3,007,000
20	Violence Reduction and Drug Enforcement	
21	Account--State Appropriation (FY 2009)	\$4,429,000
22	Fingerprint Identification Account--State	
23	Appropriation	((\$6,928,000))
24		<u>\$10,152,000</u>
25	TOTAL APPROPRIATION	((\$119,505,000))
26		<u>\$119,044,000</u>

27 The appropriations in this section are subject to the following
28 conditions and limitations:

29 (1) \$233,000 of the general fund--state appropriation for fiscal
30 year 2008, \$282,000 of the general fund--state appropriation for fiscal
31 year 2009, and \$357,000 of the fingerprint identification
32 account--state appropriation are provided solely for workload
33 associated with implementation of the federal Adam Walsh Act -- the
34 Children's Safety and Violent Crime Reduction Act of 2006.

35 (2) In accordance with RCW 10.97.100 and chapter 43.43 RCW, the
36 Washington state patrol is authorized to perform and charge fees for
37 criminal history and background checks for state and local agencies,
38 and nonprofit and other private entities and disseminate the records.

1 It is the policy of the state of Washington that the fees cover, as
2 nearly as practicable, the direct and indirect costs of performing
3 criminal history and background checks activities. Pursuant to RCW
4 43.135.055, during the 2007-2009 fiscal biennium, the Washington state
5 patrol may increase fees in excess of the fiscal growth factor if the
6 increases are necessary to fully fund the direct and indirect cost of
7 the criminal history and background check activities.

8 (3) \$200,000 of the fire service training account--state
9 appropriation is provided solely for two FTEs in the office of the
10 state director of fire protection to exclusively review K-12
11 construction documents for fire and life safety in accordance with the
12 state building code. It is the intent of this appropriation to provide
13 these services only to those districts that are located in counties
14 without qualified review capabilities.

15 (4) \$250,000 of the fire service training account--state
16 appropriation is provided solely to implement the provisions of Senate
17 Bill No. 6119 (firefighter apprenticeship training program). If the
18 bill is not enacted by June 30, 2007, the amounts provided in this
19 subsection shall lapse.

20 (5) Funding is provided in the DNA database account-nonappropriated
21 for implementation of Second Substitute House Bill No. 2713 (DNA
22 identification).

23 (6) \$200,000 of the general fund--state appropriation for fiscal
24 year 2009 is provided solely for efforts to reduce the number of
25 convicted offender biological samples awaiting DNA analysis.

(End of part)

PART V
EDUCATION

Sec. 501. 2007 c 522 s 501 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION

(1) STATE AGENCY OPERATIONS

General Fund--State Appropriation (FY 2008)	\$21,815,000
General Fund--State Appropriation (FY 2009)	(\$22,147,000)
	<u>\$25,381,000</u>
General Fund--Federal Appropriation	\$21,551,000
TOTAL APPROPRIATION	(\$65,513,000)
	<u>\$68,747,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(a) \$11,920,000 of the general fund--state appropriation for fiscal year 2008 and \$12,362,000 of the general fund--state appropriation for fiscal year 2009 are provided solely for the operation and expenses of the office of the superintendent of public instruction. Within the amounts provided in this subsection, the superintendent shall recognize the extraordinary accomplishments of four students who have demonstrated a strong understanding of the civics essential learning requirements to receive the Daniel J. Evans civic education award. The students selected for the award must demonstrate understanding through completion of at least one of the classroom-based civics assessment models developed by the superintendent of public instruction, and through leadership in the civic life of their communities. The superintendent shall select two students from eastern Washington and two students from western Washington to receive the award, and shall notify the governor and legislature of the names of the recipients.

(b) \$1,080,000 of the general fund--state appropriation for fiscal year 2008 and \$815,000 of the general fund--state appropriation for fiscal year 2009 are provided solely for the operation and expenses of the state board of education, including basic education assistance activities. Within the amounts provided, the board shall implement the provisions of Second Substitute House Bill No. 1906 (improving mathematics and science education) for which it is responsible,

1 including: (i) Develop a comprehensive set of recommendations for an
2 accountability system; (ii) adopt high school graduation requirements
3 aligned with international performance standards in mathematics and
4 science and, in conjunction with the office of the superintendent of
5 public instruction, identify no more than three curricula that are
6 aligned with these standards; and (iii) review all requirements related
7 to the high school diploma as directed by section 405, chapter 263,
8 Laws of 2006.

9 (c) \$4,779,000 of the general fund--state appropriation for fiscal
10 year 2008 and (~~(\$6,033,000)~~) \$6,315,000 of the general fund--state
11 appropriation for fiscal year 2009 are provided solely to the
12 professional educator standards board for the following:

13 (i) \$930,000 in fiscal year 2008 and (~~(\$1,070,000)~~) \$1,284,000 in
14 fiscal year 2009 are for the operation and expenses of the Washington
15 professional educator standards board, including administering the
16 alternative routes to certification program, pipeline for paraeducators
17 conditional scholarship loan program, and the retooling to teach math
18 conditional loan program. Within the amounts provided in this
19 subsection (1)(d)(i), the professional educator standards board shall:
20 (A) Revise the teacher mathematics endorsement competencies and
21 alignment of teacher tests to the updated competencies; (B) review
22 teacher preparation requirements in cultural understanding and make
23 recommendations for strengthening these standards; (C) create a new
24 professional level teacher assessment; (D) expand the alternative
25 routes to teacher certification program for business professionals and
26 instructional assistants who will teach math and science; (~~and~~) (E)
27 revise requirements for college and university teacher preparation
28 programs to match a new knowledge- and skill-based performance system;
29 and (F) test implementation of a revised teacher preparation program
30 approach that is classroom experience-intensive and performance-based;
31 and

32 (ii) \$3,269,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$4,289,000 of the general fund--state appropriation for
34 fiscal year 2009 are for conditional scholarship loans and mentor
35 stipends provided through the alternative routes to certification
36 program administered by the professional educator standards board. Of
37 the amounts provided in this subsection (1)(d)(ii):

1 (A) \$500,000 each year is provided solely for conditional
2 scholarships to candidates seeking an endorsement in special education,
3 math, science, or bilingual education;

4 (B) \$2,210,000 for fiscal year 2008 and \$3,230,000 for fiscal year
5 2009 are for the expansion of conditional scholarship loans and mentor
6 stipends for individuals enrolled in alternative route state
7 partnership programs and seeking endorsements in math, science, special
8 education or bilingual education as follows: (I) For route one interns
9 (those currently holding associates of arts degrees), in fiscal year
10 2008, 120 interns seeking endorsements in the specified subject areas
11 and for fiscal year 2009, an additional 120 interns in the specified
12 subject areas; and (II) for all other routes, funding is provided each
13 year for 140 interns seeking endorsements in the specified subject
14 areas;

15 (C) Remaining amounts in this subsection (1)(d)(ii) shall be used
16 to continue existing alternative routes to certification programs; and

17 (D) Candidates seeking math and science endorsements under (A) and
18 (B) of this subsection shall receive priority for funding;

19 (iii) \$236,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$231,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely for the recruiting Washington
22 teachers program established in Second Substitute Senate Bill No. 5955
23 (educator preparation, professional development, and compensation).

24 (iv) \$100,000 of the general fund--state appropriation for fiscal
25 year 2008 and \$200,000 of the general fund--state appropriation for
26 fiscal year 2009 provided in this subsection (1)(d) are for \$4,000
27 conditional loan stipends for paraeducators participating in the
28 pipeline for paraeducators established in Second Substitute House Bill
29 No. 1906 (improving mathematics and science education); (~~and~~)

30 (v) \$244,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$244,000 of the general fund--state appropriation for
32 fiscal year 2009 are for conditional stipends for certificated teachers
33 pursuing a mathematics or science endorsement under the retooling to
34 teach mathematics or science program established in Second Substitute
35 House Bill No. 1906 (improving mathematics and science education). The
36 conditional stipends shall be for endorsement exam fees as well as
37 stipends for teachers who must also complete coursework; and

1 (vi) \$67,000 of the general fund--state appropriation for fiscal
2 year 2009 is provided solely for the implementation of Engrossed House
3 Bill No. 2607 (English language learner students). If the bill is not
4 enacted by June 30, 2008, the amount provided in this subsection shall
5 lapse.

6 (d) \$555,000 of the general fund--state appropriation for fiscal
7 year 2008 (~~(is)~~) and \$867,000 of the general fund--state appropriation
8 for fiscal year 2009 are provided solely for increased attorney general
9 fees related to education litigation.

10 (e) \$300,000 of the general fund--state appropriation for fiscal
11 year 2008 and (~~(\$300,000)~~) \$2,100,000 of the general fund--state
12 appropriation for fiscal year 2009 are provided solely for replacement
13 of the apportionment system, which includes the processes that collect
14 school district budget and expenditure information, staffing
15 characteristics, and the student enrollments that drive the funding
16 process.

17 (f) \$78,000 of the general fund--state appropriation for fiscal
18 year 2008 and \$78,000 of the general fund--state appropriation for
19 fiscal year 2009 are provided solely to provide direct services and
20 support to schools around an integrated, interdisciplinary approach to
21 instruction in conservation, natural resources, sustainability, and
22 human adaptation to the environment. Specific integration efforts will
23 focus on science, math, and the social sciences. Integration between
24 basic education and career and technical education, particularly
25 agricultural and natural sciences education, is to be a major element.

26 (g) \$1,336,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$1,227,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely for the creation of a statewide
29 data base of longitudinal student information. This amount is
30 conditioned on the department satisfying the requirements in section
31 902 of this act.

32 (h) \$325,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$325,000 of the general fund--state appropriation for
34 fiscal year 2009 are provided solely for comprehensive cultural
35 competence and anti-bias education programs for educators and students.
36 The office of superintendent of public instruction shall administer
37 grants to school districts with the assistance and input of groups such
38 as the anti-defamation league and the Jewish federation of Seattle.

1 (i) \$50,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$50,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely to promote the financial literacy
4 of students. The effort will be coordinated through the financial
5 literacy public-private partnership.

6 (j) \$204,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$66,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely for the implementation of
9 Engrossed Second Substitute Senate Bill No. 5843 (regarding educational
10 data and data systems). If the bill is not enacted by June 30, 2007,
11 the amounts provided in this subsection shall lapse.

12 (k) \$114,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$114,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely for the implementation of
15 Substitute House Bill No. 1052 (legislative youth advisory council).
16 If the bill is not enacted by June 30, 2007, the amounts provided in
17 this subsection shall lapse.

18 (l) \$162,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$31,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely for the implementation of
21 Engrossed Second Substitute House Bill No. 1422 (children and families
22 of incarcerated parents). If the bill is not enacted by June 30, 2007,
23 the amounts provided in this subsection shall lapse.

24 (m) \$28,000 of the general fund--state appropriation for fiscal
25 year 2008 and \$27,000 of the general fund--state appropriation for
26 fiscal year 2009 are provided solely for the implementation of Second
27 Substitute Senate Bill No. 5098 (Washington college bound scholarship).
28 If the bill is not enacted by June 30, 2007, the amounts provided in
29 this subsection shall lapse.

30 (n) \$46,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$3,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely for the implementation of
33 Engrossed Substitute Senate Bill No. 5297 (regarding providing
34 medically and scientifically accurate sexual health education in
35 schools). If the bill is not enacted by June 30, 2007, the amounts
36 provided in this subsection shall lapse.

37 (o) \$45,000 of the general fund--state appropriation for fiscal
38 year 2008 is provided solely for the office of superintendent of public

1 instruction to convene a workgroup to develop school food allergy
2 guidelines and policies for school district implementation. The
3 workgroup shall complete the development of the food allergy guidelines
4 and policies by March 31, 2008, in order to allow for school district
5 implementation in the 2008-2009 school year. The guidelines developed
6 shall incorporate state and federal laws that impact management of food
7 allergies in school settings.

8 (p) \$42,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$42,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely to support a program to recognize
11 the work of outstanding classified staff in school districts throughout
12 the state.

13 (q) \$96,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$98,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely to support a full-time director of
16 skills centers within the office of the superintendent of public
17 instruction.

18 (r) \$555,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$475,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely to the office of the
21 superintendent of public instruction to contract with the northwest
22 educational research laboratory (NWREL) to conduct two educational
23 studies. Specifically, NWREL shall:

24 (i) Conduct a study regarding teacher preparation, training, and
25 coordinated instructional support strategies for English language
26 learners, as outlined in Engrossed Second Substitute Senate Bill No.
27 5841 (enhancing student learning opportunities and achievement). An
28 interim report is due November 1, 2008, and the final report is due
29 December 1, 2009. Both reports shall be delivered to the governor, the
30 office of the superintendent of public instruction, and the appropriate
31 early learning, education, and fiscal committees of the legislature;
32 and

33 (ii) Conduct a study of the effectiveness of the K-3 demonstration
34 projects as outlined in Engrossed Second Substitute Senate Bill No.
35 5841 (enhancing student learning opportunities and achievement). An
36 interim report is due November 1, 2008, and the final report is due
37 December 1, 2009. Both reports shall be delivered to the governor, the

1 office of the superintendent of public instruction, and the appropriate
2 early learning, education, and fiscal committees of the legislature.

3 (s) \$100,000 of the general fund--state appropriation for fiscal
4 year 2008 and \$100,000 of the general fund--state appropriation for
5 fiscal year 2009 are provided solely to the office of the
6 superintendent of public instruction to contract with Washington State
7 University social and economic sciences research center (WSU-SESRC) to
8 conduct to educational research studies. The WSU-SESRC shall:

9 (i) Conduct a study which reviews chapter 207, Laws of 2002
10 (bullying in schools), evaluate the outcomes resulting from the
11 legislation, and to make recommendations for continued improvement.
12 The study shall, at a minimum, determine: (A) Whether the policies
13 have been developed and implemented in all elementary, middle, and high
14 schools; (B) whether there has been any measurable improvement in the
15 safety and civility of schools' climate and environment as a result of
16 the legislation; (C) whether there are still issues that need to be
17 addressed in light of the original intent of the legislation; and (D)
18 recommended actions to be taken at the school, district, and state
19 level to address the identified issues. Additionally, WSU-SESRC shall
20 research and identify effective programs and the components of
21 effective programs. A report shall be submitted to the education
22 committees of the legislature and the office of the superintendent of
23 public instruction by September 1, 2008.

24 (ii) Conduct an evaluation of the mathematics and science
25 instructional coach program as described in Second Substitute House
26 Bill No. 1906 (improving mathematics and science education). Findings
27 shall include an evaluation of the coach development institute,
28 coaching support seminars, and other coach support activities;
29 recommendations with regard to the characteristics required of the
30 coaches; identification of changes in teacher instruction related to
31 coaching activities; and identification of the satisfaction level with
32 coaching activities as experienced by classroom teachers and
33 administrators. An interim report is due November 1, 2008. The final
34 report is due December 1, 2009. Both the interim and final report
35 shall be presented to the governor, the office of the superintendent of
36 public instruction, and the education and fiscal committees of the
37 legislature.

1 (t) \$136,000 of the general fund--state appropriation for fiscal
2 year 2009 is provided solely for implementation of Second Substitute
3 House Bill No. 2523 (world language supervisor). If the bill is not
4 enacted by June 30, 2008, the amount provided in this subsection shall
5 lapse.

6 (u) The office of the superintendent of public instruction shall
7 coordinate, in collaboration with educational service districts, a
8 system of outreach to school districts not currently maximizing their
9 eligibility for federal e-rate funding through the schools and
10 libraries program administered by the federal communications
11 commission. By December 15, 2008, the office of the superintendent of
12 public instruction shall issue a report to the fiscal committees of the
13 legislature identifying school districts that were eligible but did not
14 apply for e-rate funding for the last two years, and an estimate of the
15 amounts for which they were eligible in those years. The report shall
16 also include recommendations for following-up on the findings relative
17 to the e-rate program contained in the state auditor's performance
18 audit of educational service districts completed September, 2007.

19 (v) \$150,000 of the general fund--state appropriation for fiscal
20 year 2009 is provided solely for implementation of Second Substitute
21 House Bill No. 2722 (achievement gap for African-American students).
22 The center for the improvement of student learning will convene an
23 advisory committee to conduct a detailed analysis of the achievement
24 gap for African-American students; recommend a comprehensive plan for
25 closing the gap pursuant to goals under the federal no child left
26 behind act for all groups of students to meet academic standards by
27 2014; and identify performance measures to monitor adequate yearly
28 progress. A study update shall be submitted by September 15, 2008, and
29 the committee's final report shall be submitted by December 30, 2008,
30 to the superintendent of public instruction, the state board of
31 education, the governor, the P-20 council, the basic education finance
32 task force, and the education committees of the legislature. If the
33 bill is not enacted by June 30, 2008, the amount provided in this
34 subsection shall lapse.

35 (w) Within the appropriations in this section sufficient funding is
36 provided to implement Second Substitute House Bill No. 2598 (online
37 mathematics curriculum).

1 (x) Within the appropriations in this section sufficient funding is
2 provided to implement Second Substitute House Bill No. 2635 (school
3 district boundaries and organization).

4 (y) Within the appropriations in this section sufficient funding is
5 provided to implement Second Substitute House Bill No. 2918 (interstate
6 compact on educational opportunity for military children).

7 (z) Within the appropriations in this section sufficient funding is
8 provided to implement Second Substitute House Bill No. 3129 (online
9 learning programs for high school students to earn college credit).

10 (2) STATEWIDE PROGRAMS

11	General Fund--State Appropriation (FY 2008)	\$14,783,000
12	General Fund--State Appropriation (FY 2009)	(\$16,459,000)
13		<u>\$16,544,000</u>
14	General Fund--Federal Appropriation	\$55,890,000
15	TOTAL APPROPRIATION	(\$87,132,000)
16		<u>\$87,217,000</u>

17 The appropriations in this subsection are provided solely for the
18 statewide programs specified in this subsection and are subject to the
19 following conditions and limitations:

20 (a) HEALTH AND SAFETY

21 (i) \$2,541,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$2,541,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for a corps of nurses located at
24 educational service districts, as determined by the superintendent of
25 public instruction, to be dispatched to the most needy schools to
26 provide direct care to students, health education, and training for
27 school staff.

28 (ii) \$96,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$96,000 of the general fund-- state appropriation for
30 fiscal year 2009 are provided solely for the school safety center in
31 the office of the superintendent of public instruction subject to the
32 following conditions and limitations:

33 (A) The safety center shall: Disseminate successful models of
34 school safety plans and cooperative efforts; provide assistance to
35 schools to establish a comprehensive safe school plan; select models of
36 cooperative efforts that have been proven successful; act as an
37 information dissemination and resource center when an incident occurs
38 in a school district either in Washington or in another state;

1 coordinate activities relating to school safety; review and approve
2 manuals and curricula used for school safety models and training; and
3 develop and maintain a school safety information web site.

4 (B) The school safety center advisory committee shall develop a
5 training program, using the best practices in school safety, for all
6 school safety personnel.

7 (iii) \$100,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$100,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely for a school safety training
10 program provided by the criminal justice training commission. The
11 commission, in collaboration with the school safety center advisory
12 committee, shall provide the school safety training for all school
13 administrators and school safety personnel, including school safety
14 personnel hired after the effective date of this section.

15 (iv) \$40,000 of the general fund--state appropriation for fiscal
16 year 2008 and \$40,000 of the general fund--state appropriation for
17 fiscal year 2009 are provided solely for the safety center advisory
18 committee to develop and distribute a pamphlet to promote internet
19 safety for children, particularly in grades seven through twelve. The
20 pamphlet shall be posted on the superintendent of public instruction's
21 web site. To the extent possible, the pamphlet shall be distributed in
22 schools throughout the state and in other areas accessible to youth,
23 including but not limited to libraries and community centers.

24 (v) \$10,344,000 of the general fund--federal appropriation is
25 provided for safe and drug free schools and communities grants for drug
26 and violence prevention activities and strategies.

27 (vi) \$271,000 of the general fund--state appropriation for fiscal
28 year 2008 and (~~(\$271,000)~~) \$396,000 of the general fund--state
29 appropriation for fiscal year 2009 are provided solely for a
30 nonviolence and leadership training program provided by the institute
31 for community leadership. The program shall provide a request for
32 proposal process, with up to 80 percent funding, for nonviolence
33 leadership workshops serving at least 12 school districts with direct
34 programming in 36 elementary, middle, and high schools throughout
35 Washington state.

36 (vii) \$100,000 of the general fund--state appropriation for fiscal
37 year 2008 and \$100,000 of the general fund--state appropriation for
38 fiscal year 2009 are provided solely for a pilot youth suicide

1 prevention and information program. The office of superintendent of
2 public instruction will work with selected school districts and
3 community agencies in identifying effective strategies for preventing
4 youth suicide.

5 (viii) \$800,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$800,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely for programs to improve safety and
8 emergency preparedness and planning in public schools, as generally
9 described in Substitute Senate Bill No. 5097. The superintendent of
10 public instruction shall design and implement the grant program in
11 consultation with the educational service districts, the school safety
12 advisory committee, and the Washington association of sheriffs and
13 police chiefs. The funding shall support grants to school districts
14 for the development and updating of comprehensive safe school plans,
15 school safety training, and the conducting of safety-related drills.
16 As a condition of receiving these funds, school districts must ensure
17 that schools (A) conduct at least one lockdown and one shelter in place
18 safety drill each school year, and (B) send updated school mapping
19 database information on an annual basis to the Washington association
20 of sheriffs and police chiefs.

21 (ix) \$180,000 of the general fund--state appropriation for fiscal
22 year 2009 is provided solely for implementation of Second Substitute
23 House Bill No. 2712 (concerning criminal street gangs). If the bill is
24 not enacted by June 30, 2008, the amount provided in this subsection
25 shall lapse.

26 (x) \$145,000 of the general fund--state appropriation for fiscal
27 year 2009 is provided solely for the office of the superintendent to
28 contract with the Washington State University urban integrated pest
29 management program to (A) provide technical assistance to school
30 districts implementing integrated pesticide management programs; and
31 (B) provide assistance to the Washington state school directors
32 association in developing a statewide model policy for integrated pest
33 management. Washington State University must prepare an annual report
34 to the legislature regarding the technical assistance it has provided
35 to school districts in achieving IPM STAR certification from the IPM
36 Institute of North America. The report shall be due January 1, 2009,
37 and include information regarding the number of districts which have
38 received technical assistance; the nature and extent of the assistance;

1 each district's progress on obtaining IPM STAR certification for
2 integrated pest management; and the amount and nature of costs incurred
3 by Washington State University in providing technical assistance to
4 school districts and the Washington state school directors association.

5 (xi) \$75,000 of the general fund--state appropriation for fiscal
6 year 2009 is provided solely for the implementation of Engrossed
7 Substitute House Bill No. 2884 (student discipline policies). If the
8 bill is not enacted by June 30, 2008, the amount provided in this
9 subsection shall lapse.

10 (b) TECHNOLOGY

11 \$1,939,000 of the general fund--state appropriation for fiscal year
12 2008 and \$1,939,000 of the general fund--state appropriation for fiscal
13 year 2009 are provided solely for K-20 telecommunications network
14 technical support in the K-12 sector to prevent system failures and
15 avoid interruptions in school utilization of the data processing and
16 video-conferencing capabilities of the network. These funds may be
17 used to purchase engineering and advanced technical support for the
18 network.

19 (c) GRANTS AND ALLOCATIONS

20 (i) \$652,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$1,329,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely to expand the special services
23 pilot project to include up to seven participating districts. The
24 office of the superintendent of public instruction shall allocate these
25 funds to the district or districts participating in the pilot program
26 according to the provisions of RCW (~~(28A.630.015)~~) 28A.630.016. Of the
27 amounts provided, \$11,000 of the general fund--state appropriation for
28 fiscal year 2008 and \$11,000 of the general fund--state appropriation
29 for fiscal year 2009 are provided for the office of the superintendent
30 of public instruction to conduct a study of the expanded special
31 services pilot.

32 (ii) \$31,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$31,000 of the general fund--state appropriation for
34 fiscal year 2009 are provided solely for operation of the Cispus
35 environmental learning center.

36 (iii) \$97,000 of the general fund--state appropriation for fiscal
37 year 2008 and \$97,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely to support vocational student
2 leadership organizations.

3 (iv) \$146,000 of the general fund--state appropriation for fiscal
4 year 2008 and \$146,000 of the general fund--state appropriation for
5 fiscal year 2009 are provided solely for the Washington civil liberties
6 education program.

7 (v) \$1,000,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$1,000,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely for the Washington state achievers
10 scholarship program. The funds shall be used to support community
11 involvement officers that recruit, train, and match community volunteer
12 mentors with students selected as achievers scholars.

13 (vi) \$294,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$294,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely for the Lorraine Wojahn dyslexia
16 pilot reading program in up to five school districts.

17 (vii) \$75,000 of the general fund--state appropriation for fiscal
18 year 2008 and \$75,000 of the general fund--state appropriation for
19 fiscal year 2009 are provided solely for developing and disseminating
20 curriculum and other materials documenting women's role in World War
21 II.

22 (viii) \$175,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$175,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely for incentive grants for districts
25 and pilot projects to develop preapprenticeship programs. Incentive
26 grant awards up to \$10,000 each shall be used to support the program's
27 design, school/business/labor agreement negotiations, and recruiting
28 high school students for preapprenticeship programs in the building
29 trades and crafts.

30 (ix) \$3,220,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$3,220,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely for the dissemination of the
33 Navigation 101 curriculum to all districts, including disseminating
34 electronic student planning tools and software for analyzing the impact
35 of the implementation of Navigation 101 on student performance, and
36 grants to at least one hundred school districts each year for the
37 implementation of the Navigation 101 program. The implementation
38 grants will be limited to a maximum of two years and the school

1 districts selected shall represent various regions of the state and
2 reflect differences in school district size and enrollment
3 characteristics.

4 (x) \$36,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$36,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the enhancement of civics
7 education. Of this amount, \$25,000 each year is provided solely for
8 competitive grants to school districts for curriculum alignment,
9 development of innovative civics projects, and other activities that
10 support the civics assessment established in chapter 113, Laws of 2006.

11 (xi) \$2,500,000 of the general fund--state appropriation for fiscal
12 year 2008 and \$2,500,000 of the general fund--state appropriation for
13 fiscal year 2009 are provided solely for the implementation of Second
14 Substitute House Bill No. 1573 (authorizing a statewide program for
15 comprehensive dropout prevention, intervention, and retrieval). If the
16 bill is not enacted by June 30, 2007, the amounts provided in this
17 subsection shall lapse.

18 (xii) \$25,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$25,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely for the communities in school
21 program in Pierce county.

22 (xiii) \$500,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$500,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely for the office of superintendent
25 of public instruction to contract with a company to develop and
26 implement a pilot program for providing indigenous learning curriculum
27 and standards specific online learning programs based on the
28 recommended standards in chapter 205, Laws of 2005 (Washington's tribal
29 history). The specific content areas covered by the pilot program will
30 include social studies and science. The contractor selected will have
31 experience in developing and implementing indigenous learning curricula
32 and if possible will be affiliated with a recognized Washington state
33 tribe. The pilot program will be implemented in a minimum of three
34 school districts in collaboration with Washington tribes and school
35 districts. To the extent possible and appropriate, the pilot program
36 will involve organizations including, the University of Washington's
37 mathematics science and engineering achievement, the digital learning

1 commons, the virtual possibilities network, the museum of arts and
2 culture in Spokane, Eastern Washington University, and Washington State
3 University.

4 (xiv) \$70,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$70,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely to support and expand the
7 mentoring advanced placement program in current operation in southwest
8 Washington.

9 ~~(xv) ((\$1,000,000 of the general fund--state appropriation for
10 fiscal year 2009 is provided solely to implement House Bill No. 1051
11 (expanding high school completion programs). If the bill is not
12 enacted by June 30, 2007, the amount provided in this subsection shall
13 lapse.~~

14 ~~(xvi))~~ \$75,000 of the general fund--state appropriation for fiscal
15 year 2008 and \$75,000 of the general fund--state appropriation for
16 fiscal year 2009 are provided solely for program initiatives to address
17 the educational needs of Latino students and families. Using the full
18 amounts of the appropriations under this subsection, the office of the
19 superintendent of public instruction shall contract with the Seattle
20 community coalition of compana quetzal to provide for three
21 initiatives: (A) Early childhood education; (B) parent leadership
22 training; and (C) high school success and college preparation programs.
23 Campana quetzal shall report to the office of the superintendent of
24 public instruction by June 30, 2009, regarding impact of the programs
25 on addressing the academic achievement gap, including high school drop-
26 out rates and college readiness rates, for Latino students.

27 (xvi) \$150,000 of the general fund--state appropriation for fiscal
28 year 2009 is provided solely for a pilot project to encourage bilingual
29 high school students to pursue public school teaching as a profession.
30 Using the full amounts of the appropriation under this subsection, the
31 office of the superintendent of public instruction shall contract with
32 the latino/a educational achievement project (LEAP) to work with school
33 districts to identify and mentor not fewer than fifty bilingual
34 students in their junior year of high school, encouraging them to
35 become bilingual instructors in schools with high English language
36 learner populations. Students shall be mentored by bilingual teachers
37 and complete a curriculum developed and approved by the participating
38 districts.

1 (xvii) \$300,000 of the general fund--state appropriation for fiscal
2 year 2009 is provided solely for reimbursement to school districts for
3 costs associated with offering the preliminary scholastic aptitude test
4 (PSAT) to 9th grade students. School districts shall submit evidence
5 from the test provider to the office of the superintendent of public
6 instruction verifying the number of tests completed and scored. Within
7 the amounts provided, the office of the superintendent of public
8 instruction shall reimburse individual school districts for the number
9 of tests taken at a uniform statewide per test rate.

10 (xviii) \$100,000 of the general fund--state appropriation for
11 fiscal year 2009 is provided solely for implementation of Second
12 Substitute House Bill No. 2870 (professional development for
13 instructional assistants). If the bill is not enacted by June 30,
14 2008, the amount provided in this subsection shall lapse.

15 (xix) \$10,000 of the general fund--state appropriation for fiscal
16 year 2009 is provided solely for implementation of Substitute House
17 Bill No. 3263 (requiring dual credit strategic planning). If the bill
18 is not enacted by June 30, 2008, the amount provided in this subsection
19 shall lapse.

20 (xx) Within the appropriations in this section sufficient funding
21 is provided to implement Second Substitute House Bill No. 2709
22 (establish a price preference to purchase locally grown food).

23 **Sec. 502.** 2007 c 522 s 502 (uncodified) is amended to read as
24 follows:

25 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR GENERAL**
26 **APPORTIONMENT**

27	General Fund--State Appropriation (FY 2008)	((\$4,448,333,000))
28		<u>\$4,436,719,000</u>
29	General Fund--State Appropriation (FY 2009)	((\$4,474,199,000))
30		<u>\$4,483,629,000</u>
31	Education Legacy Trust Account--State	
32	Appropriation	((\$9,387,000))
33		<u>\$4,705,000</u>
34	Pension Funding Stabilization Account Appropriation . . .	\$341,624,000
35	TOTAL APPROPRIATION	((\$9,273,543,000))
36		<u>\$9,266,677,000</u>

1 The appropriations in this section are subject to the following
2 conditions and limitations:

3 (1) Each general fund fiscal year appropriation includes such funds
4 as are necessary to complete the school year ending in the fiscal year
5 and for prior fiscal year adjustments.

6 (2) Allocations for certificated staff salaries for the 2007-08 and
7 2008-09 school years shall be determined using formula-generated staff
8 units calculated pursuant to this subsection. Staff allocations for
9 small school enrollments in (e) through (g) of this subsection shall be
10 reduced for vocational full-time equivalent enrollments. Staff
11 allocations for small school enrollments in grades K-6 shall be the
12 greater of that generated under (a) of this subsection, or under (d)
13 and (e) of this subsection. Certificated staffing allocations shall be
14 as follows:

15 (a) On the basis of each 1,000 average annual full-time equivalent
16 enrollments, excluding full-time equivalent enrollment otherwise
17 recognized for certificated staff unit allocations under (d) through
18 (g) of this subsection:

19 (i) Four certificated administrative staff units per thousand full-
20 time equivalent students in grades K-12;

21 (ii) Forty-nine certificated instructional staff units per thousand
22 full-time equivalent students in grades K-3;

23 (iii) Forty-six certificated instructional staff units per thousand
24 full-time equivalent students in grades 4-12; and

25 (iv) An additional 4.2 certificated instructional staff units for
26 grades K-3 and an additional 7.2 certificated instructional staff units
27 for grade 4. Any funds allocated for the additional certificated units
28 provided in this subsection (iv) shall not be considered as basic
29 education funding;

30 (A) Funds provided under this subsection (2)(a)(iv) in excess of
31 the amount required to maintain the statutory minimum ratio established
32 under RCW 28A.150.260(2)(b) shall be allocated only if the district
33 documents an actual ratio in grades K-4 equal to or greater than 53.2
34 certificated instructional staff per thousand full-time equivalent
35 students. For any school district documenting a lower certificated
36 instructional staff ratio, the allocation shall be based on the
37 district's actual grades K-4 certificated instructional staff ratio

1 achieved in that school year, or the statutory minimum ratio
2 established under RCW 28A.150.260(2)(b), if greater;

3 (B) Districts at or above 51.0 certificated instructional staff per
4 one thousand full-time equivalent students in grades K-4 may dedicate
5 up to 1.3 of the 53.2 funding ratio to employ additional classified
6 instructional assistants assigned to basic education classrooms in
7 grades K-4. For purposes of documenting a district's staff ratio under
8 this section, funds used by the district to employ additional
9 classified instructional assistants shall be converted to a
10 certificated staff equivalent and added to the district's actual
11 certificated instructional staff ratio. Additional classified
12 instructional assistants, for the purposes of this subsection, shall be
13 determined using the 1989-90 school year as the base year;

14 (C) Any district maintaining a ratio in grades K-4 equal to or
15 greater than 53.2 certificated instructional staff per thousand full-
16 time equivalent students may use allocations generated under this
17 subsection (2)(a)(iv) in excess of that required to maintain the
18 minimum ratio established under RCW 28A.150.260(2)(b) to employ
19 additional basic education certificated instructional staff or
20 classified instructional assistants in grades 5-6. Funds allocated
21 under this subsection (2)(a)(iv) shall only be expended to reduce class
22 size in grades K-6. No more than 1.3 of the certificated instructional
23 funding ratio amount may be expended for provision of classified
24 instructional assistants;

25 (b) For school districts with a minimum enrollment of 250 full-time
26 equivalent students whose full-time equivalent student enrollment count
27 in a given month exceeds the first of the month full-time equivalent
28 enrollment count by 5 percent, an additional state allocation of 110
29 percent of the share that such increased enrollment would have
30 generated had such additional full-time equivalent students been
31 included in the normal enrollment count for that particular month;

32 (c)(i) On the basis of full-time equivalent enrollment in:

33 (A) Vocational education programs approved by the superintendent of
34 public instruction, a maximum of 0.92 certificated instructional staff
35 units and 0.08 certificated administrative staff units for each 19.5
36 full-time equivalent vocational students; and

37 (B) Skills center programs meeting the standards for skills center
38 funding established in January 1999 by the superintendent of public

1 instruction with a waiver allowed for skills centers in current
2 operation that are not meeting this standard until the 2008-09 school
3 year, 0.92 certificated instructional staff units and 0.08 certificated
4 administrative units for each 16.67 full-time equivalent vocational
5 students;

6 (ii) Vocational full-time equivalent enrollment shall be reported
7 on the same monthly basis as the enrollment for students eligible for
8 basic support, and payments shall be adjusted for reported vocational
9 enrollments on the same monthly basis as those adjustments for
10 enrollment for students eligible for basic support; and

11 (iii) Indirect cost charges by a school district to vocational-
12 secondary programs shall not exceed 15 percent of the combined basic
13 education and vocational enhancement allocations of state funds;

14 (d) For districts enrolling not more than twenty-five average
15 annual full-time equivalent students in grades K-8, and for small
16 school plants within any school district which have been judged to be
17 remote and necessary by the state board of education and enroll not
18 more than twenty-five average annual full-time equivalent students in
19 grades K-8:

20 (i) For those enrolling no students in grades 7 and 8, 1.76
21 certificated instructional staff units and 0.24 certificated
22 administrative staff units for enrollment of not more than five
23 students, plus one-twentieth of a certificated instructional staff unit
24 for each additional student enrolled; and

25 (ii) For those enrolling students in grades 7 or 8, 1.68
26 certificated instructional staff units and 0.32 certificated
27 administrative staff units for enrollment of not more than five
28 students, plus one-tenth of a certificated instructional staff unit for
29 each additional student enrolled;

30 (e) For specified enrollments in districts enrolling more than
31 twenty-five but not more than one hundred average annual full-time
32 equivalent students in grades K-8, and for small school plants within
33 any school district which enroll more than twenty-five average annual
34 full-time equivalent students in grades K-8 and have been judged to be
35 remote and necessary by the state board of education:

36 (i) For enrollment of up to sixty annual average full-time
37 equivalent students in grades K-6, 2.76 certificated instructional
38 staff units and 0.24 certificated administrative staff units; and

1 (ii) For enrollment of up to twenty annual average full-time
2 equivalent students in grades 7 and 8, 0.92 certificated instructional
3 staff units and 0.08 certificated administrative staff units;

4 (f) For districts operating no more than two high schools with
5 enrollments of less than three hundred average annual full-time
6 equivalent students, for enrollment in grades 9-12 in each such school,
7 other than alternative schools:

8 (i) For remote and necessary schools enrolling students in any
9 grades 9-12 but no more than twenty-five average annual full-time
10 equivalent students in grades K-12, four and one-half certificated
11 instructional staff units and one-quarter of a certificated
12 administrative staff unit;

13 (ii) For all other small high schools under this subsection, nine
14 certificated instructional staff units and one-half of a certificated
15 administrative staff unit for the first sixty average annual full time
16 equivalent students, and additional staff units based on a ratio of
17 0.8732 certificated instructional staff units and 0.1268 certificated
18 administrative staff units per each additional forty-three and one-half
19 average annual full time equivalent students.

20 Units calculated under (g)(ii) of this subsection shall be reduced
21 by certificated staff units at the rate of forty-six certificated
22 instructional staff units and four certificated administrative staff
23 units per thousand vocational full-time equivalent students;

24 (g) For each nonhigh school district having an enrollment of more
25 than seventy annual average full-time equivalent students and less than
26 one hundred eighty students, operating a grades K-8 program or a grades
27 1-8 program, an additional one-half of a certificated instructional
28 staff unit; and

29 (i) For each nonhigh school district having an enrollment of more
30 than fifty annual average full-time equivalent students and less than
31 one hundred eighty students, operating a grades K-6 program or a grades
32 1-6 program, an additional one-half of a certificated instructional
33 staff unit.

34 (3) Allocations for classified salaries for the 2007-08 and 2008-09
35 school years shall be calculated using formula-generated classified
36 staff units determined as follows:

37 (a) For enrollments generating certificated staff unit allocations

1 under subsection (2)(e) through (i) of this section, one classified
2 staff unit for each 2.95 certificated staff units allocated under such
3 subsections;

4 (b) For all other enrollment in grades K-12, including vocational
5 full-time equivalent enrollments, one classified staff unit for each
6 fifty-nine average annual full-time equivalent students; and

7 (c) For each nonhigh school district with an enrollment of more
8 than fifty annual average full-time equivalent students and less than
9 one hundred eighty students, an additional one-half of a classified
10 staff unit.

11 (4) Fringe benefit allocations shall be calculated at a rate of
12 ((~~14.13~~)) 14.11 percent in the 2007-08 school year and ((~~16.69~~)) 16.67
13 percent in the 2008-09 school year for certificated salary allocations
14 provided under subsection (2) of this section, and a rate of ((~~17.06~~))
15 17.04 percent in the 2007-08 school year and ((~~18.74~~)) 18.72 percent in
16 the 2008-09 school year for classified salary allocations provided
17 under subsection (3) of this section.

18 (5) Insurance benefit allocations shall be calculated at the
19 maintenance rate specified in section 504(2) of this act, based on the
20 number of benefit units determined as follows:

21 (a) The number of certificated staff units determined in subsection
22 (2) of this section; and

23 (b) The number of classified staff units determined in subsection
24 (3) of this section multiplied by 1.152. This factor is intended to
25 adjust allocations so that, for the purposes of distributing insurance
26 benefits, full-time equivalent classified employees may be calculated
27 on the basis of 1440 hours of work per year, with no individual
28 employee counted as more than one full-time equivalent.

29 (6)(a) For nonemployee-related costs associated with each
30 certificated staff unit allocated under subsection (2)(a), (b), and (d)
31 through (h) of this section, there shall be provided a maximum of
32 \$9,703 per certificated staff unit in the 2007-08 school year and a
33 maximum of ((~~\$9,907~~)) \$10,309 per certificated staff unit in the 2008-
34 09 school year.

35 (b) For nonemployee-related costs associated with each vocational
36 certificated staff unit allocated under subsection (2)(c)(i)(A) of this
37 section, there shall be provided a maximum of \$23,831 per certificated

1 staff unit in the 2007-08 school year and a maximum of (~~(\$24,331)~~)
2 \$25,319 per certificated staff unit in the 2008-09 school year.

3 (c) For nonemployee-related costs associated with each vocational
4 certificated staff unit allocated under subsection (2)(c)(i)(B) of this
5 section, there shall be provided a maximum of \$18,489 per certificated
6 staff unit in the 2007-08 school year and a maximum of (~~(\$18,877)~~)
7 \$19,644 per certificated staff unit in the 2008-09 school year.

8 (d) Amounts appropriated in this section are sufficient to fund the
9 cost of the nonemployee related cost enhancements provided in
10 subsection (6) of this section for all impacted programs in sections
11 501 through 516 of this act for the 2008-09 school year. The office of
12 the superintendent of public instruction shall adjust accordingly any
13 internal references and the appropriate formula allocation factors in
14 sections 501 through 516 of this act. Furthermore, the office of the
15 superintendent of public instruction is hereby granted authority to
16 transfer appropriations among sections 501 through 516 of this act to
17 the extent required to fund these nonemployee related cost increases.

18 (7) Allocations for substitute costs for classroom teachers shall
19 be distributed at a maintenance rate of \$555.20 for the 2007-08 and
20 2008-09 school years per allocated classroom teachers exclusive of
21 salary increase amounts provided in section 504 of this act. Solely
22 for the purposes of this subsection, allocated classroom teachers shall
23 be equal to the number of certificated instructional staff units
24 allocated under subsection (2) of this section, multiplied by the ratio
25 between the number of actual basic education certificated teachers and
26 the number of actual basic education certificated instructional staff
27 reported statewide for the prior school year.

28 (8) Any school district board of directors may petition the
29 superintendent of public instruction by submission of a resolution
30 adopted in a public meeting to reduce or delay any portion of its basic
31 education allocation for any school year. The superintendent of public
32 instruction shall approve such reduction or delay if it does not impair
33 the district's financial condition. Any delay shall not be for more
34 than two school years. Any reduction or delay shall have no impact on
35 levy authority pursuant to RCW 84.52.0531 and local effort assistance
36 pursuant to chapter 28A.500 RCW.

37 (9) \$1,870,000 of the general fund--state appropriation for fiscal
38 year 2008 and \$2,421,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely to implement Engrossed Second
2 Substitute House Bill No. 1432 (granting service credit to educational
3 staff associates for nonschool employment). If the bill is not enacted
4 by June 30, 2007, the amount provided in this subsection shall lapse.

5 (10) The superintendent may distribute a maximum of (~~(\$16,622,000)~~)
6 \$11,951,000 outside the basic education formula during fiscal years
7 2008 and 2009 as follows:

8 (a) For fire protection for school districts located in a fire
9 protection district as now or hereafter established pursuant to chapter
10 52.04 RCW, a maximum of \$547,000 may be expended in fiscal year 2008
11 and a maximum of (~~(\$558,000)~~) \$567,000 may be expended in fiscal year
12 2009;

13 (b) For summer vocational programs at skills centers, a maximum of
14 \$2,385,000 may be expended for the 2008 fiscal year and a maximum of
15 \$2,385,000 for the 2009 fiscal year. 20 percent of each fiscal year
16 amount may carry over from one year to the next;

17 (c) A maximum of (~~(\$390,000)~~) \$393,000 may be expended for school
18 district emergencies;

19 (d) A maximum of \$485,000 each fiscal year may be expended for
20 programs providing skills training for secondary students who are
21 enrolled in extended day school-to-work programs, as approved by the
22 superintendent of public instruction. The funds shall be allocated at
23 a rate not to exceed \$500 per full-time equivalent student enrolled in
24 those programs; and

25 (e) (~~(\$9,387,000)~~) \$4,704,000 of the education legacy trust account
26 appropriation (~~(is)~~) and \$3,000,000 of the general fund--state
27 appropriation for fiscal year 2009 are provided solely for allocations
28 for equipment replacement in vocational programs and skills centers.
29 (Each year of the biennium,) For the 2007-2008 school year, the
30 funding shall be allocated based on \$75 per full-time equivalent
31 vocational student and \$125 per full-time equivalent skills center
32 student. For the 2008-09 school year, the funding shall be allocated
33 based on \$48 per full time equivalent vocational student and \$80 per
34 full time equivalent skills center student, but these allocations shall
35 be prorated by the office of the superintendent of public instruction
36 so that allocations do not exceed the amount provided in this
37 subsection.

1 (f) \$2,991,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$4,403,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for the implementation of Second
4 Substitute Senate Bill No. 5790 (regarding skills centers). If the
5 bill is not enacted by June 30, 2007, the amounts provided in this
6 subsection shall lapse.

7 (11) For purposes of RCW 84.52.0531, the increase per full-time
8 equivalent student is 5.7 percent from the 2006-07 school year to the
9 2007-08 school year and (~~5.1~~) 6.0 percent from the 2007-08 school
10 year to the 2008-09 school year.

11 (12) If two or more school districts consolidate and each district
12 was receiving additional basic education formula staff units pursuant
13 to subsection (2)(b) through (h) of this section, the following shall
14 apply:

15 (a) For three school years following consolidation, the number of
16 basic education formula staff units shall not be less than the number
17 of basic education formula staff units received by the districts in the
18 school year prior to the consolidation; and

19 (b) For the fourth through eighth school years following
20 consolidation, the difference between the basic education formula staff
21 units received by the districts for the school year prior to
22 consolidation and the basic education formula staff units after
23 consolidation pursuant to subsection (2)(a) through (h) of this section
24 shall be reduced in increments of twenty percent per year.

25 **Sec. 503.** 2007 c 522 s 503 (uncodified) is amended to read as
26 follows:

27 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--BASIC EDUCATION**
28 **EMPLOYEE COMPENSATION.** (1) The following calculations determine the
29 salaries used in the general fund allocations for certificated
30 instructional, certificated administrative, and classified staff units
31 under section 502 of this act:

32 (a) Salary allocations for certificated instructional staff units
33 shall be determined for each district by multiplying the district's
34 certificated instructional total base salary shown on LEAP Document 2
35 by the district's average staff mix factor for certificated
36 instructional staff in that school year, computed using LEAP Document
37 1; and

1 (b) Salary allocations for certificated administrative staff units
2 and classified staff units for each district shall be based on the
3 district's certificated administrative and classified salary allocation
4 amounts shown on LEAP Document 2.

5 (2) For the purposes of this section:

6 (a) "LEAP Document 1" means the staff mix factors for certificated
7 instructional staff according to education and years of experience, as
8 developed by the legislative evaluation and accountability program
9 committee on (~~March 24, 2007, at 07:29~~) February 18, 2008, at 2:10
10 hours; and

11 (b) "LEAP Document 2" means the school year salary allocations for
12 certificated administrative staff and classified staff and derived and
13 total base salaries for certificated instructional staff as developed
14 by the legislative evaluation and accountability program committee on
15 (~~April 19, 2007, at 06:03~~) February 18, 2008, at 2:10 hours.

16 (3) Incremental fringe benefit factors shall be applied to salary
17 adjustments at a rate of (~~14.13~~) 14.11 percent for school year 2007-
18 08 and (~~16.69~~) 16.67 percent for school year 2008-09 for certificated
19 staff and for classified staff (~~17.06~~) 17.04 percent for school year
20 2007-08 and (~~18.74~~) 18.72 percent for the 2008-09 school year.

21 (4)(a) Pursuant to RCW 28A.150.410, the following state-wide salary
22 allocation schedules for certificated instructional staff are
23 established for basic education salary allocations:

24
25 K-12 Salary Allocation Schedule For Certificated Instructional Staff
26 2007-08 School Year

27	Years of									MA+90
28	Service	BA	BA+15	BA+30	BA+45	BA+90	BA+135	MA	MA+45	or PHD
29	0	32,746	33,630	34,547	35,465	38,412	40,310	39,260	42,207	44,107
30	1	33,187	34,083	35,011	35,970	38,948	40,836	39,696	42,674	44,560
31	2	33,607	34,512	35,450	36,483	39,452	41,359	40,135	43,104	45,012
32	3	34,039	34,953	35,901	36,967	39,930	41,884	40,552	43,513	45,468
33	4	34,464	35,418	36,372	37,474	40,455	42,423	40,988	43,969	45,938
34	5	34,902	35,861	36,824	37,988	40,958	42,965	41,432	44,403	46,410
35	6	35,353	36,291	37,287	38,508	41,464	43,482	41,887	44,843	46,860
36	7	36,145	37,097	38,106	39,394	42,393	44,467	42,739	45,737	47,812

1	8	37,304	38,308	39,340	40,735	43,775	45,925	44,079	47,120	49,269
2	9		39,562	40,646	42,091	45,202	47,425	45,434	48,547	50,770
3	10			41,967	43,516	46,669	48,966	46,861	50,014	52,310
4	11				44,984	48,204	50,547	48,328	51,550	53,891
5	12				46,404	49,781	52,194	49,853	53,126	55,540
6	13					51,397	53,882	51,431	54,741	57,226
7	14					53,020	55,632	53,056	56,471	58,977
8	15					54,400	57,080	54,435	57,939	60,511
9	16 or more					55,487	58,220	55,523	59,097	61,720

10

11 K-12 Salary Allocation Schedule For Certificated Instructional Staff
 12 2008-09 School Year

13	(Years									
14	of									MA+90
15	Service	BA	BA+15	BA+30	BA+45	BA+90	BA+135	MA	MA+45	or PHD
16	0	33,898	34,814	35,762	36,713	39,763	41,728	40,641	43,691	45,658
17	1	34,354	35,282	36,243	37,236	40,318	42,272	41,093	44,175	46,128
18	2	34,789	35,726	36,697	37,766	40,840	42,814	41,547	44,621	46,596
19	3	35,237	36,183	37,164	38,267	41,335	43,357	41,979	45,044	47,067
20	4	35,676	36,664	37,651	38,793	41,878	43,915	42,430	45,516	47,554
21	5	36,130	37,123	38,120	39,324	42,399	44,476	42,890	45,965	48,043
22	6	36,597	37,567	38,598	39,863	42,923	45,011	43,361	46,421	48,508
23	7	37,416	38,402	39,446	40,780	43,885	46,031	44,243	47,346	49,494
24	8	38,616	39,655	40,724	42,168	45,315	47,541	45,630	48,778	51,002
25	9		40,954	42,076	43,572	46,792	49,093	47,032	50,255	52,556
26	10			43,443	45,047	48,310	50,688	48,509	51,773	54,150
27	11				46,566	49,900	52,326	50,028	53,363	55,787
28	12				48,036	51,533	54,030	51,606	54,995	57,493
29	13					53,205	55,777	53,240	56,667	59,239
30	14					54,885	57,589	54,922	58,457	61,052
31	15					56,313	59,088	56,350	59,977	62,639
32	16 or more					57,439	60,269	57,476	61,176	63,892))

1	Years of									MA+90
2	Service	BA	BA+15	BA+30	BA+45	BA+90	BA+135	MA	MA+45	or PHD.
3	<u>0</u>	<u>34,591</u>	<u>35,525</u>	<u>36,463</u>	<u>37,463</u>	<u>40,576</u>	<u>42,581</u>	<u>41,471</u>	<u>44,585</u>	<u>46,592</u>
4	<u>1</u>	<u>35,057</u>	<u>36,004</u>	<u>36,984</u>	<u>37,997</u>	<u>41,142</u>	<u>43,136</u>	<u>41,933</u>	<u>45,078</u>	<u>47,071</u>
5	<u>2</u>	<u>35,500</u>	<u>36,456</u>	<u>37,447</u>	<u>38,538</u>	<u>41,675</u>	<u>43,689</u>	<u>42,397</u>	<u>45,533</u>	<u>47,548</u>
6	<u>3</u>	<u>35,957</u>	<u>36,923</u>	<u>37,924</u>	<u>39,050</u>	<u>42,180</u>	<u>44,244</u>	<u>42,837</u>	<u>45,965</u>	<u>48,030</u>
7	<u>4</u>	<u>36,406</u>	<u>37,414</u>	<u>38,421</u>	<u>39,586</u>	<u>42,734</u>	<u>44,813</u>	<u>43,298</u>	<u>46,447</u>	<u>48,526</u>
8	<u>5</u>	<u>36,869</u>	<u>37,882</u>	<u>38,899</u>	<u>40,128</u>	<u>43,265</u>	<u>45,385</u>	<u>43,767</u>	<u>46,905</u>	<u>49,025</u>
9	<u>6</u>	<u>37,345</u>	<u>38,335</u>	<u>39,387</u>	<u>40,678</u>	<u>43,800</u>	<u>45,932</u>	<u>44,247</u>	<u>47,370</u>	<u>49,500</u>
10	<u>7</u>	<u>38,181</u>	<u>39,187</u>	<u>40,253</u>	<u>41,613</u>	<u>44,782</u>	<u>46,972</u>	<u>45,147</u>	<u>48,314</u>	<u>50,506</u>
11	<u>8</u>	<u>39,406</u>	<u>40,466</u>	<u>41,557</u>	<u>43,031</u>	<u>46,242</u>	<u>48,512</u>	<u>46,563</u>	<u>49,775</u>	<u>52,045</u>
12	<u>9</u>		<u>41,791</u>	<u>42,936</u>	<u>44,463</u>	<u>47,749</u>	<u>50,097</u>	<u>47,994</u>	<u>51,282</u>	<u>53,630</u>
13	<u>10</u>			<u>44,331</u>	<u>45,968</u>	<u>49,298</u>	<u>51,725</u>	<u>49,501</u>	<u>52,832</u>	<u>55,257</u>
14	<u>11</u>				<u>47,518</u>	<u>50,920</u>	<u>53,395</u>	<u>51,051</u>	<u>54,454</u>	<u>56,928</u>
15	<u>12</u>				<u>49,018</u>	<u>52,586</u>	<u>55,135</u>	<u>52,661</u>	<u>56,119</u>	<u>58,669</u>
16	<u>13</u>					<u>54,293</u>	<u>56,917</u>	<u>54,329</u>	<u>57,825</u>	<u>60,450</u>
17	<u>14</u>					<u>56,007</u>	<u>58,767</u>	<u>56,045</u>	<u>59,653</u>	<u>62,300</u>
18	<u>15</u>					<u>57,465</u>	<u>60,296</u>	<u>57,502</u>	<u>61,203</u>	<u>63,920</u>
19	<u>16 or more</u>					<u>58,613</u>	<u>61,501</u>	<u>58,651</u>	<u>62,427</u>	<u>65,198</u>

20 (b) As used in this subsection, the column headings "BA+(N)" refer
21 to the number of credits earned since receiving the baccalaureate
22 degree.

23 (c) For credits earned after the baccalaureate degree but before
24 the masters degree, any credits in excess of forty-five credits may be
25 counted after the masters degree. Thus, as used in this subsection,
26 the column headings "MA+(N)" refer to the total of:

- 27 (i) Credits earned since receiving the masters degree; and
- 28 (ii) Any credits in excess of forty-five credits that were earned
29 after the baccalaureate degree but before the masters degree.

30 (5) For the purposes of this section:

- 31 (a) "BA" means a baccalaureate degree.
- 32 (b) "MA" means a masters degree.
- 33 (c) "PHD" means a doctorate degree.
- 34 (d) "Years of service" shall be calculated under the same rules
35 adopted by the superintendent of public instruction.

1 (e) "Credits" means college quarter hour credits and equivalent in-
2 service credits computed in accordance with RCW 28A.415.020 and
3 28A.415.023.

4 (6) No more than ninety college quarter-hour credits received by
5 any employee after the baccalaureate degree may be used to determine
6 compensation allocations under the state salary allocation schedule and
7 LEAP documents referenced in this act, or any replacement schedules and
8 documents, unless:

9 (a) The employee has a masters degree; or

10 (b) The credits were used in generating state salary allocations
11 before January 1, 1992.

12 (7) The certificated instructional staff base salary specified for
13 each district in LEAP Document 2 and the salary schedules in subsection
14 (4)(a) of this section include two learning improvement days. A school
15 district is eligible for the learning improvement day funds only if the
16 learning improvement days have been added to the 180- day contract
17 year. If fewer days are added, the additional learning improvement
18 allocation shall be adjusted accordingly. The additional days shall be
19 limited to specific activities identified in the state required school
20 improvement plan related to improving student learning that are
21 consistent with education reform implementation, and shall not be
22 considered part of basic education. The principal in each school shall
23 assure that the days are used to provide the necessary school- wide,
24 all staff professional development that is tied directly to the school
25 improvement plan. The school principal and the district superintendent
26 shall maintain documentation as to their approval of these activities.
27 The length of a learning improvement day shall not be less than the
28 length of a full day under the base contract. The superintendent of
29 public instruction shall ensure that school districts adhere to the
30 intent and purposes of this subsection.

31 (8) The salary allocation schedules established in this section are
32 for allocation purposes only except as provided in RCW 28A.400.200(2)
33 and subsection (7) of this section.

34 **Sec. 504.** 2007 c 522 s 504 (uncodified) is amended to read as
35 follows:

36 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL EMPLOYEE**

1 **COMPENSATION ADJUSTMENTS**

2	General Fund--State Appropriation (FY 2008)	((\$161,665,000))
3		<u>\$161,280,000</u>
4	General Fund--State Appropriation (FY 2009)	((\$348,871,000))
5		<u>\$423,126,000</u>
6	General Fund--Federal Appropriation	((\$243,000))
7		<u>\$282,000</u>
8	TOTAL APPROPRIATION	((\$510,779,000))
9		<u>\$584,688,000</u>

10 The appropriations in this section are subject to the following
11 conditions and limitations:

12 (1) ((~~\$444,366,000~~)) \$518,910,000 is provided solely for the
13 following:

14 (a) A cost of living adjustment of 3.7 percent effective September
15 1, 2007, and another ((~~2.8~~)) 3.9 percent effective September 1, 2008,
16 pursuant to Initiative Measure No. 732.

17 (b) An additional one percent cost of living adjustment is provided
18 above the amount required by Initiative Measure No. 732, effective
19 September 1, 2008.

20 (c) Additional salary increases as necessary to fund the base
21 salaries for certificated instructional staff as listed for each
22 district in LEAP Document 2, defined in section 503(2)(b) of this act.
23 Allocations for these salary increases shall be provided to all 262
24 districts that are not grandfathered to receive salary allocations
25 above the statewide salary allocation schedule, and to certain
26 grandfathered districts to the extent necessary to ensure that salary
27 allocations for districts that are currently grandfathered do not fall
28 below the statewide salary allocation schedule. These additional
29 salary increases will result in a decrease in the number of
30 grandfathered districts from the current thirty-four to twenty-four in
31 the 2007-08 school year and to thirteen in the 2008-09 school year.

32 ((~~e~~)) (d) Additional salary increases to certain districts as
33 necessary to fund the per full-time-equivalent salary allocations for
34 certificated administrative staff as listed for each district in LEAP
35 Document 2, defined in section 503(2)(b) of this act. These additional
36 salary increases shall ensure a minimum salary allocation for
37 certificated administrative staff of \$54,405 in the 2007-08 school year
38 and ((~~\$57,097~~)) \$58,264 in the 2008-09 school year.

1 ~~((d))~~ (e) Additional salary increases to certain districts as
2 necessary to fund the per full-time-equivalent salary allocations for
3 classified staff as listed for each district in LEAP Document 2,
4 defined in section 503(2)(b) of this act. These additional salary
5 increases ensure a minimum salary allocation for classified staff of
6 \$30,111 in the 2007-08 school year and ~~((31,376))~~ \$32,018 in the
7 2008-09 school year. For the 2008-09 school year, funds provided in
8 this subsection shall be used exclusively for additional salary
9 increases for classified staff and shall not be used to supplant any
10 other state or local funding for compensation for these staff.

11 ~~((e))~~ (f) The appropriations in this subsection (1) include
12 associated incremental fringe benefit allocations at rates ~~((13.49))~~
13 13.47 percent for the 2007-08 school year and ~~((16.05))~~ 16.03 percent
14 for the 2008-09 school year for certificated staff and ~~((13.56))~~ 13.54
15 percent for the 2007-08 school year and ~~((15.24))~~ 15.22 percent for the
16 2008-09 school year for classified staff.

17 ~~((f))~~ (g) The appropriations in this section include the
18 increased portion of salaries and incremental fringe benefits for all
19 relevant state-funded school programs in part V of this act. Increases
20 for general apportionment (basic education) are based on the salary
21 allocation schedules and methodology in sections 502 and 503 of this
22 act. Increases for special education result from increases in each
23 district's basic education allocation per student. Increases for
24 educational service districts and institutional education programs are
25 determined by the superintendent of public instruction using the
26 methodology for general apportionment salaries and benefits in sections
27 502 and 503 of this act.

28 ~~((g))~~ (h) The appropriations in this section provide cost of
29 living and incremental fringe benefit allocations based on formula
30 adjustments as follows:

31
32
33

	School Year	
	2007-08	2008-09

34
35

1	Pupil Transportation (per weighted pupil mile)	\$1.08	(\$2.04)
2			<u>\$2.59</u>
3	Highly Capable (per formula student)	\$11.13	(\$20.98)
4			<u>\$26.91</u>
5	Transitional Bilingual Education (per eligible bilingual student)	(\$29.81)	(\$56.19)
6		<u>\$29.80</u>	<u>\$72.06</u>
7	Learning Assistance (per formula student)	\$7.00	(\$13.20)
8			<u>\$16.93</u>

9 ~~((h))~~ (i) The appropriations in this section include \$925,000 for
10 fiscal year 2008 and ~~(\$1,940,000)~~ \$2,429,000 for fiscal year 2009 for
11 salary increase adjustments for substitute teachers.

12 (2) ~~(\$66,415,000)~~ \$66,499,000 is provided for adjustments to
13 insurance benefit allocations. The maintenance rate for insurance
14 benefit allocations is \$682.54 per month for the 2007-08 and 2008-09
15 school years. The appropriations in this section provide for a rate
16 increase to \$707.00 per month for the 2007-08 school year and \$732.00
17 per month for the 2008-09 school year. The adjustments to health
18 insurance benefit allocations are at the following rates:

	School Year		
	2007-08	2008-09	
19			
20			
21	Pupil Transportation (per weighted pupil mile)	\$0.22	\$0.45
22	Highly Capable (per formula student)	(\$1.49)	\$3.05
23		<u>\$1.50</u>	
24	Transitional Bilingual Education (per eligible bilingual student)	(\$3.97)	\$8.01
25		<u>\$3.96</u>	
26	Learning Assistance (per formula student)	\$0.86	\$1.75

27 (3) The rates specified in this section are subject to revision
28 each year by the legislature.

29 **Sec. 505.** 2007 c 522 s 505 (uncodified) is amended to read as
30 follows:

31	FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PUPIL TRANSPORTATION
32	General Fund--State Appropriation (FY 2008) (\$262,728,000)
33	<u>\$273,409,000</u>
34	General Fund--State Appropriation (FY 2009) (\$264,700,000)
35	<u>\$276,510,000</u>

1	Education Legacy Trust Account--State	
2	Appropriation	\$25,000,000
3	TOTAL APPROPRIATION	((\$552,428,000))
4		<u>\$574,919,000</u>

5 The appropriations in this section are subject to the following
6 conditions and limitations:

7 (1) Each general fund fiscal year appropriation includes such funds
8 as are necessary to complete the school year ending in the fiscal year
9 and for prior fiscal year adjustments.

10 (2) A maximum of \$848,000 of this fiscal year 2008 appropriation
11 and a maximum of ((~~\$866,000~~)) \$878,000 of the fiscal year 2009
12 appropriation may be expended for regional transportation coordinators
13 and related activities. The transportation coordinators shall ensure
14 that data submitted by school districts for state transportation
15 funding shall, to the greatest extent practical, reflect the actual
16 transportation activity of each district.

17 (3) \$5,000 of the fiscal year 2008 appropriation and \$5,000 of the
18 fiscal year 2009 appropriation are provided solely for the
19 transportation of students enrolled in "choice" programs.
20 Transportation shall be limited to low-income students who are
21 transferring to "choice" programs solely for educational reasons.

22 (4) Allocations for transportation of students shall be based on
23 reimbursement rates of \$44.84 per weighted mile in the 2007-08 school
24 year and ((~~\$45.48~~)) \$45.68 per weighted mile in the 2008-09 school year
25 exclusive of salary and benefit adjustments provided in section 504 of
26 this act. Allocations for transportation of students transported more
27 than one radius mile shall be based on weighted miles as determined by
28 superintendent of public instruction multiplied by the per mile
29 reimbursement rates for the school year pursuant to the formulas
30 adopted by the superintendent of public instruction. Allocations for
31 transportation of students living within one radius mile shall be based
32 on the number of enrolled students in grades kindergarten through five
33 living within one radius mile of their assigned school multiplied by
34 the per mile reimbursement rate for the school year multiplied by 1.29.

35 (5) \$25,000,000 of the education legacy trust account--state
36 appropriation is provided solely for temporary assistance to school
37 districts for pupil transportation programs. The office of the
38 superintendent of public instruction, in consultation with the joint

1 legislative audit and review committee, will develop a method of
2 allocating these funds to school districts. The allocation method
3 shall be based primarily on the findings and analysis from the joint
4 legislative and audit review committee's K-12 pupil transportation
5 study completed in December 2006.

6 (6) The office of the superintendent of public instruction shall
7 provide reimbursement funding to a school district only after the
8 superintendent of public instruction determines that the school bus was
9 purchased from the list established pursuant to RCW 28A.160.195(2) or
10 a comparable competitive bid process based on the lowest price quote
11 based on similar bus categories to those used to establish the list
12 pursuant to RCW 28A.160.195.

13 (7) The superintendent of public instruction shall base
14 depreciation payments for school district buses on the five-year
15 average of lowest bids in the appropriate category of bus. In the
16 final year on the depreciation schedule, the depreciation payment shall
17 be based on the lowest bid in the appropriate bus category for that
18 school year.

19 **Sec. 506.** 2007 c 522 s 507 (uncodified) is amended to read as
20 follows:

21 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SPECIAL EDUCATION**
22 **PROGRAMS**

23	General Fund--State Appropriation (FY 2008)	((\$532,192,000))
24		<u>\$543,469,000</u>
25	General Fund--State Appropriation (FY 2009)	((\$566,174,000))
26		<u>\$581,276,000</u>
27	General Fund--Federal Appropriation	((\$435,735,000))
28		<u>\$435,692,000</u>
29	Education Legacy Trust Account--State	
30	Appropriation	\$14,561,000
31	TOTAL APPROPRIATION	((\$1,548,662,000))
32		<u>\$1,574,998,000</u>

33 The appropriations in this section are subject to the following
34 conditions and limitations:

35 (1) Funding for special education programs is provided on an excess
36 cost basis, pursuant to RCW 28A.150.390. School districts shall ensure
37 that special education students as a class receive their full share of

1 the general apportionment allocation accruing through sections 502 and
2 504 of this act. To the extent a school district cannot provide an
3 appropriate education for special education students under chapter
4 28A.155 RCW through the general apportionment allocation, it shall
5 provide services through the special education excess cost allocation
6 funded in this section.

7 (2)(a) The superintendent of public instruction shall ensure that:

8 (i) Special education students are basic education students first;

9 (ii) As a class, special education students are entitled to the
10 full basic education allocation; and

11 (iii) Special education students are basic education students for
12 the entire school day.

13 (b) The superintendent of public instruction shall adopt the full
14 cost method of excess cost accounting, as designed by the committee and
15 recommended by the superintendent, pursuant to section 501(1)(k),
16 chapter 372, Laws of 2006, and ensure that all school districts adopt
17 the method beginning in the 2007-08 school year.

18 (3) Each fiscal year appropriation includes such funds as are
19 necessary to complete the school year ending in the fiscal year and for
20 prior fiscal year adjustments.

21 (4) The superintendent of public instruction shall distribute state
22 funds to school districts based on two categories: (a) The first
23 category includes (i) children birth through age two who are eligible
24 for the optional program for special education eligible developmentally
25 delayed infants and toddlers, and (ii) students eligible for the
26 mandatory special education program and who are age three or four, or
27 five and not yet enrolled in kindergarten; and (b) the second category
28 includes students who are eligible for the mandatory special education
29 program and who are age five and enrolled in kindergarten and students
30 age six through 21.

31 (5)(a) For the 2007-08 and 2008-09 school years, the superintendent
32 shall make allocations to each district based on the sum of:

33 (i) A district's annual average headcount enrollment of students
34 ages birth through four and those five year olds not yet enrolled in
35 kindergarten, as defined in subsection (4) of this section, multiplied
36 by the district's average basic education allocation per full-time
37 equivalent student, multiplied by 1.15; and

1 (ii) A district's annual average full-time equivalent basic
2 education enrollment multiplied by the funded enrollment percent
3 determined pursuant to subsection (6)(b) of this section, multiplied by
4 the district's average basic education allocation per full-time
5 equivalent student multiplied by 0.9309.

6 (b) For purposes of this subsection, "average basic education
7 allocation per full-time equivalent student" for a district shall be
8 based on the staffing ratios required by RCW 28A.150.260 and shall not
9 include enhancements, secondary vocational education, or small schools.

10 (6) The definitions in this subsection apply throughout this
11 section.

12 (a) "Annual average full-time equivalent basic education
13 enrollment" means the resident enrollment including students enrolled
14 through choice (RCW 28A.225.225) and students from nonhigh districts
15 (RCW 28A.225.210) and excluding students residing in another district
16 enrolled as part of an interdistrict cooperative program (RCW
17 28A.225.250).

18 (b) "Enrollment percent" means the district's resident special
19 education annual average enrollment, excluding the birth through age
20 four enrollment and those five year olds not yet enrolled in
21 kindergarten, as a percent of the district's annual average full-time
22 equivalent basic education enrollment.

23 Each district's general fund--state funded special education
24 enrollment shall be the lesser of the district's actual enrollment
25 percent or 12.7 percent.

26 (7) At the request of any interdistrict cooperative of at least 15
27 districts in which all excess cost services for special education
28 students of the districts are provided by the cooperative, the maximum
29 enrollment percent shall be calculated in accordance with subsection
30 (6)(b) of this section, and shall be calculated in the aggregate rather
31 than individual district units. For purposes of this subsection, the
32 average basic education allocation per full-time equivalent student
33 shall be calculated in the aggregate rather than individual district
34 units.

35 (8) To the extent necessary, (~~(\$30,690,000)~~) \$53,926,000 of the
36 general fund--state appropriation and \$29,574,000 of the general fund--
37 federal appropriation are provided for safety net awards for districts
38 with demonstrated needs for special education funding beyond the

1 amounts provided in subsection (5) of this section. If safety net
2 awards based on the federal eligibility threshold exceed the (~~amount~~
3 ~~appropriated~~) federal appropriation in this subsection (8) in any
4 fiscal year, the superintendent shall expend all available federal
5 discretionary funds necessary to meet this need. Safety net funds
6 shall be awarded by the state safety net oversight committee subject to
7 the following conditions and limitations:

8 (a) The committee shall consider unmet needs for districts that can
9 convincingly demonstrate that all legitimate expenditures for special
10 education exceed all available revenues from state funding formulas.
11 In the determination of need, the committee shall also consider
12 additional available revenues from federal sources. Differences in
13 program costs attributable to district philosophy, service delivery
14 choice, or accounting practices are not a legitimate basis for safety
15 net awards.

16 (b) The committee shall then consider the extraordinary high cost
17 needs of one or more individual special education students.
18 Differences in costs attributable to district philosophy, service
19 delivery choice, or accounting practices are not a legitimate basis for
20 safety net awards.

21 (c) Using criteria developed by the committee, the committee shall
22 then consider extraordinary costs associated with communities that draw
23 a larger number of families with children in need of special education
24 services.

25 (d) The maximum allowable indirect cost for calculating safety net
26 eligibility may not exceed the federal restricted indirect cost rate
27 for the district plus one percent.

28 (e) Safety net awards must be adjusted for any audit findings or
29 exceptions related to special education funding.

30 (f) Safety net awards shall be adjusted based on the percent of
31 potential medicaid eligible students billed as calculated by the
32 superintendent in accordance with chapter 318, Laws of 1999.

33 (9) The superintendent of public instruction may adopt such rules
34 and procedures as are necessary to administer the special education
35 funding and safety net award process. Prior to revising any standards,
36 procedures, or rules, the superintendent shall consult with the office
37 of financial management and the fiscal committees of the legislature.

1 (10) The safety net oversight committee appointed by the
2 superintendent of public instruction shall consist of:

3 (a) One staff from the office of superintendent of public
4 instruction;

5 (b) Staff of the office of the state auditor who shall be nonvoting
6 members of the committee; and

7 (c) One or more representatives from school districts or
8 educational service districts knowledgeable of special education
9 programs and funding.

10 (11) The office of the superintendent of public instruction shall
11 review and streamline the application process to access safety net
12 funds, provide technical assistance to school districts, and annually
13 survey school districts regarding improvement to the process.

14 (12) A maximum of \$678,000 may be expended from the general fund--
15 state appropriations to fund 5.43 full-time equivalent teachers and 2.1
16 full-time equivalent aides at children's orthopedic hospital and
17 medical center. This amount is in lieu of money provided through the
18 home and hospital allocation and the special education program.

19 (13) A maximum of \$1,000,000 of the general fund--federal
20 appropriation is provided for projects to provide special education
21 students with appropriate job and independent living skills, including
22 work experience where possible, to facilitate their successful
23 transition out of the public school system. The funds provided by this
24 subsection shall be from federal discretionary grants.

25 (14) \$50,000 of the general fund--state appropriation for fiscal
26 year 2008, \$50,000 of the general fund--state appropriation for fiscal
27 2009, and \$100,000 of the general fund--federal appropriation shall be
28 expended to support a special education ombudsman program within the
29 office of superintendent of public instruction. The purpose of the
30 program is to provide support to parents, guardians, educators, and
31 students with disabilities. The program will provide information to
32 help families and educators understand state laws, rules, and
33 regulations, and access training and support, technical information
34 services, and mediation services. The ombudsman program will provide
35 data, information, and appropriate recommendations to the office of
36 superintendent of public instruction, school districts, educational
37 service districts, state need projects, and the parent and teacher
38 information center.

1 (15) The superintendent shall maintain the percentage of federal
2 flow-through to school districts at 85 percent. In addition to other
3 purposes, school districts may use increased federal funds for high-
4 cost students, for purchasing regional special education services from
5 educational service districts, and for staff development activities
6 particularly relating to inclusion issues.

7 (16) A maximum of \$1,200,000 of the general fund--federal
8 appropriation may be expended by the superintendent for projects
9 related to use of inclusion strategies by school districts for
10 provision of special education services.

11 (17) The superintendent, consistent with the new federal IDEA
12 reauthorization, shall continue to educate school districts on how to
13 implement a birth-to-three program and review the cost effectiveness
14 and learning benefits of early intervention.

15 (18) A school district may carry over from one year to the next
16 year up to 10 percent of the general fund--state funds allocated under
17 this program; however, carryover funds shall be expended in the special
18 education program.

19 (19) \$262,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$251,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely for two additional full-time
22 equivalent staff to support the work of the safety net committee and to
23 provide training and support to districts applying for safety net
24 awards.

25 **Sec. 507.** 2007 c 522 s 508 (uncodified) is amended to read as
26 follows:

27 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR EDUCATIONAL SERVICE**
28 **DISTRICTS**

29	General Fund--State Appropriation (FY 2008)	((\$7,520,000))
30		<u>\$7,519,000</u>
31	General Fund--State Appropriation (FY 2009)	((\$8,527,000))
32		<u>\$8,776,000</u>
33	TOTAL APPROPRIATION	((\$16,047,000))
34		<u>\$16,295,000</u>

35 The appropriations in this section are subject to the following
36 conditions and limitations:

1 (1) The educational service districts shall continue to furnish
2 financial services required by the superintendent of public instruction
3 and RCW 28A.310.190 (3) and (4).

4 (2) \$1,662,000 of the general fund--state appropriation in fiscal
5 year 2008 and \$3,355,000 of the general fund--state appropriation in
6 fiscal year 2009 are provided solely for regional professional
7 development related to mathematics and science curriculum and
8 instructional strategies. For each educational service district,
9 \$184,933 is provided in fiscal year 2008 for professional development
10 activities related to mathematics curriculum and instruction and
11 \$372,357 is provided in fiscal year 2009 for professional development
12 activities related to mathematics and science curriculum and
13 instruction. Each educational service district shall use this funding
14 solely for salary and benefits for a certificated instructional staff
15 with expertise in the appropriate subject matter and in professional
16 development delivery, and for travel, materials, and other expenditures
17 related to providing regional professional development support. The
18 office of superintendent of public instruction shall also allocate to
19 each educational service district additional amounts provided in
20 section 504 of this act for compensation increases associated with the
21 salary amounts and staffing provided in this subsection (2).

22 (3) The educational service districts, at the request of the state
23 board of education pursuant to RCW 28A.310.010 and 28A.310.340, may
24 receive and screen applications for school accreditation, conduct
25 school accreditation site visits pursuant to state board of education
26 rules, and submit to the state board of education post-site visit
27 recommendations for school accreditation. The educational service
28 districts may assess a cooperative service fee to recover actual plus
29 reasonable indirect costs for the purposes of this subsection.

30 (4) \$250,000 of the general fund--state appropriation for fiscal
31 year 2009 is provided solely for implementation of Substitute House
32 Bill No. 2679 (educational outcomes for students in foster care). If
33 the bill is not enacted by June 30, 2008, the amount provided in this
34 subsection shall lapse.

35 **Sec. 508.** 2007 c 522 s 509 (uncodified) is amended to read as
36 follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT**
2 **ASSISTANCE**

3	General Fund--State Appropriation (FY 2008)	((\$202,394,000))
4		<u>\$203,555,000</u>
5	General Fund--State Appropriation (FY 2009)	((\$212,310,000))
6		<u>\$220,100,000</u>
7	TOTAL APPROPRIATION	((\$414,704,000))
8		<u>\$423,655,000</u>

9 **Sec. 509.** 2007 c 522 s 510 (uncodified) is amended to read as
10 follows:

11 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL**
12 **EDUCATION PROGRAMS**

13	General Fund--State Appropriation (FY 2008)	((\$18,301,000))
14		<u>\$19,105,000</u>
15	General Fund--State Appropriation (FY 2009)	((\$18,513,000))
16		<u>\$19,757,000</u>
17	TOTAL APPROPRIATION	((\$36,814,000))
18		<u>\$38,862,000</u>

19 The appropriations in this section are subject to the following
20 conditions and limitations:

21 (1) Each general fund--state fiscal year appropriation includes
22 such funds as are necessary to complete the school year ending in the
23 fiscal year and for prior fiscal year adjustments.

24 (2) State funding provided under this section is based on salaries
25 and other expenditures for a 220-day school year. The superintendent
26 of public instruction shall monitor school district expenditure plans
27 for institutional education programs to ensure that districts plan for
28 a full-time summer program.

29 (3) State funding for each institutional education program shall be
30 based on the institution's annual average full-time equivalent student
31 enrollment. Staffing ratios for each category of institution shall
32 remain the same as those funded in the 1995-97 biennium.

33 (4) The funded staffing ratios for education programs for juveniles
34 age 18 or less in department of corrections facilities shall be the
35 same as those provided in the 1997-99 biennium.

36 (5) ((~~\$196,000~~)) \$187,000 of the general fund--state appropriation
37 for fiscal year 2008 and ((~~\$196,000~~)) \$133,797 of the general fund--

1 state appropriation for fiscal year 2009 are provided solely to
2 maintain at least one certificated instructional staff and related
3 support services at an institution whenever the K-12 enrollment is not
4 sufficient to support one full-time equivalent certificated
5 instructional staff to furnish the educational program. The following
6 types of institutions are included: Residential programs under the
7 department of social and health services for developmentally disabled
8 juveniles, programs for juveniles under the department of corrections,
9 and programs for juveniles under the juvenile rehabilitation
10 administration.

11 (6) Ten percent of the funds allocated for each institution may be
12 carried over from one year to the next.

13 **Sec. 510.** 2007 c 522 s 511 (uncodified) is amended to read as
14 follows:

15 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PROGRAMS FOR HIGHLY**
16 **CAPABLE STUDENTS**

17	General Fund--State Appropriation (FY 2008)	((\$8,396,000))
18		<u>\$8,383,000</u>
19	General Fund--State Appropriation (FY 2009)	((\$8,779,000))
20		<u>\$8,785,000</u>
21	TOTAL APPROPRIATION	((\$17,175,000))
22		<u>\$17,168,000</u>

23 The appropriations in this section are subject to the following
24 conditions and limitations:

25 (1) Each general fund fiscal year appropriation includes such funds
26 as are necessary to complete the school year ending in the fiscal year
27 and for prior fiscal year adjustments.

28 (2) Allocations for school district programs for highly capable
29 students shall be distributed at a maximum rate of ((~~\$372.19~~)) \$372.15
30 per funded student for the 2007-08 school year and ((~~\$378.17~~)) \$378.13
31 per funded student for the 2008-09 school year, exclusive of salary and
32 benefit adjustments pursuant to section 504 of this act. The number of
33 funded students shall be a maximum of 2.314 percent of each district's
34 full-time equivalent basic education enrollment.

35 (3) \$170,000 of the fiscal year 2008 appropriation and \$170,000 of
36 the fiscal year 2009 appropriation are provided for the centrum program
37 at Fort Worden state park.

1 (4) \$90,000 of the fiscal year 2008 appropriation and \$90,000 of
2 the fiscal year 2009 appropriation are provided for the Washington
3 destination imagination network and future problem-solving programs.

4 **Sec. 511.** 2007 c 522 s 513 (uncodified) is amended to read as
5 follows:

6 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--EDUCATION REFORM**
7 **PROGRAMS**

8	General Fund--State Appropriation (FY 2008)	((\$66,278,000))
9		<u>\$66,757,000</u>
10	General Fund--State Appropriation (FY 2009)	((\$73,567,000))
11		<u>\$104,460,000</u>
12	Education Legacy Trust Account--State	
13	Appropriation	((\$125,325,000))
14		<u>\$104,662,000</u>
15	General Fund--Federal Appropriation	\$152,616,000
16	TOTAL APPROPRIATION	((\$417,786,000))
17		<u>\$428,495,000</u>

18 The appropriations in this section are subject to the following
19 conditions and limitations:

20 (1)(a) \$19,966,000 of the general fund--state appropriation for
21 fiscal year 2008, ((~~\$19,946,000~~)) \$33,698,000 of the general fund--
22 state appropriation for fiscal year 2009, and \$15,870,000 of the
23 general fund--federal appropriation are provided solely for development
24 and implementation of the Washington assessments of student learning
25 (WASL), including: (i) Development and implementation of retake
26 assessments for high school students who are not successful in one or
27 more content areas of the WASL; and (ii) development and implementation
28 of alternative assessments or appeals procedures to implement the
29 certificate of academic achievement. The superintendent of public
30 instruction shall report quarterly on the progress on development and
31 implementation of alternative assessments or appeals procedures.
32 Within these amounts, the superintendent of public instruction shall
33 contract for the early return of 10th grade student WASL results, on or
34 around June 10th of each year.

35 (b) Appropriations within this subsection are sufficient to
36 implement Engrossed Substitute House Bill No. 3166 (concerning the

1 design of the state assessment system and the WASL). If the bill is
2 not enacted by June 30, 2008, the amount provided to implement this
3 bill in this subsection shall lapse.

4 (2) (~~(\$250,000)~~) \$1,350,000 of the general fund--state
5 appropriation (~~(for fiscal year 2008, \$250,000 of the general fund--~~
6 ~~state appropriation for fiscal year 2009,)~~) and (~~(\$10,750,000)~~)
7 \$1,950,000 of the education legacy trust account--state appropriation
8 are provided solely for the implementation of Engrossed Substitute
9 Senate Bill No. 6023 (regarding alternative assessments), including
10 section 2 and section 5 of that act. If the bill is not enacted by
11 June 30, 2007, the amounts provided in this subsection shall lapse.
12 Additionally, the funding provided in this subsection is subject to the
13 following conditions and limitations:

14 (a) The funding may be spent on reviewing, developing, and
15 implementing approved alternative assessments authorized in Engrossed
16 Substitute Senate Bill No. 6023 (regarding alternative assessments).

17 (b) The funding may also be used for reviewing, developing, and
18 implementing end-of-course examinations pursuant to Engrossed
19 Substitute Senate Bill No. 6023 (regarding alternative assessments).

20 (c) (~~(The funding may be used for)~~) Amounts provided in section 502
21 of this act are sufficient for any increased costs associated with
22 additional full-time equivalent students directly resulting from
23 additional course-taking requirements specified in Engrossed Substitute
24 Senate Bill No. 6023 (regarding alternative assessments).

25 (d) (~~(\$4,900,000 of the funds provided in this subsection are~~
26 ~~provided solely for allocations for school districts to purchase~~
27 ~~diagnostic assessments as specified in Engrossed Substitute Senate Bill~~
28 ~~No. 6023. By September 1, 2007, the office of the superintendent of~~
29 ~~public instruction shall:~~ (i) ~~Negotiate an agreement with an~~
30 ~~assessment vendor or vendors to secure competitive pricing for school~~
31 ~~districts for high quality diagnostic assessment tools, and (ii)~~
32 ~~provide quality comparison information to school districts regarding~~
33 ~~various diagnostic assessment tools available. Of the funding~~
34 ~~provided, a maximum of \$100,000 may be spent by the office of the~~
35 ~~superintendent of public instruction for administrative support.~~

36 (e)) Beginning on September 1, 2007, the office of the
37 superintendent of public instruction shall submit quarterly reports to
38 the office of financial management and the appropriate policy and

1 fiscal committees of the legislature detailing the actions taken
2 pursuant to Engrossed Substitute Senate Bill No. 6023 (regarding
3 alternative assessments) and amounts spent of each aspect of the
4 legislation.

5 (3) \$250,000 of the general fund--state appropriation for fiscal
6 year 2008, \$250,000 of the general fund--state appropriation for fiscal
7 year 2009, and \$4,400,000 of the education legacy trust account--state
8 appropriation is provided solely for the development and implementation
9 of diagnostic assessments, subject to the following terms and
10 conditions:

11 (a) A maximum of \$2,540,000 of the funding provided in this
12 subsection shall support the development and implementation of
13 voluntary classroom-based diagnostic assessments and progress
14 monitoring tools for all subject areas included in the WASL by the
15 office of the superintendent of public instruction; and

16 (b) \$2,360,000 of the funding provided in this subsection is for
17 allocations to school districts to purchase assessment tools which
18 supplement the system of diagnostic tests developed by the office of
19 the superintendent of public instruction as described in (a) of this
20 subsection.

21 (4) \$70,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$70,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for the second grade assessments.

24 ~~((+4))~~ (5) \$1,414,000 of the general fund--state appropriation for
25 fiscal year 2008 and \$1,414,000 of the general fund--state
26 appropriation for fiscal year 2009 are provided solely for (a) the
27 tenth grade mathematics assessment tool that: (i) Presents the
28 mathematics essential learnings in segments for assessment; (ii) is
29 comparable in content and rigor to the tenth grade mathematics WASL
30 when all segments are considered together; (iii) is reliable and valid;
31 and (iv) can be used to determine a student's academic performance
32 level; (b) tenth grade mathematics knowledge and skill learning modules
33 to teach middle and high school students specific skills that have been
34 identified as areas of difficulty for tenth grade students; and (c)
35 making the modules available on-line.

36 ~~((+5))~~ (6) \$2,267,000 of the general fund--state appropriation for
37 fiscal year 2009 and \$2,367,000 of the education legacy trust account
38 appropriation are provided solely to develop a system of mathematics

1 and science standards and instructional materials that are
2 internationally competitive and consistent with emerging best practices
3 research. Funding in this subsection shall fund all of the following
4 specific projects:

5 (a) The office of the superintendent of public instruction shall
6 adopt revised state standards in mathematics as directed by Second
7 Substitute House Bill No. 1906 (improving mathematics and science
8 education). Activities include conducting research at the request of
9 the state board of education, engaging one or more national experts in
10 mathematics selected by the board, and convening education
11 practitioners and community members in an advisory capacity regarding
12 revised standards in mathematics.

13 (b) The office of the superintendent of public instruction, in
14 consultation with the state board of education, shall research and
15 identify not more than three basic mathematics curricula as well as
16 diagnostic and supplemental instructional materials for elementary,
17 middle, and high school grade spans that align with the revised
18 mathematics standards.

19 (c) The office of the superintendent of public instruction shall
20 adopt revised state standards in science as directed by Second
21 Substitute House Bill No. 1906 (improving mathematics and science
22 education. Activities include conducting research at the request of
23 the state board of education, engaging one or more national experts in
24 science selected by the board, and convening education practitioners
25 and community members in an advisory capacity regarding revised
26 standards in science.

27 (d) The office of the superintendent of public instruction, in
28 consultation with the state board of education, shall research and
29 identify not more than three basic science curricula as well as
30 diagnostic and supplemental instructional materials for elementary,
31 middle, and high school grade spans that align with the revised science
32 standards.

33 (e) The office of the superintendent of public instruction shall
34 evaluate science textbooks, instructional materials, and diagnostic
35 tools to determine the extent to which they are aligned with the
36 revised science standards. Once the evaluations have been conducted,
37 results will be shared with science teachers, other educators, and
38 community members.

1 (f) Funding is provided for the office of the superintendent of
2 public instruction to develop WASL knowledge and skill learning modules
3 to assist students performing at tenth grade level 1 and level 2 in
4 science.

5 (g) Of the amounts provided in this subsection, \$300,000 is
6 provided solely to the state board of education to increase capacity to
7 implement the provisions of Second Substitute House Bill No. 1906
8 (improving mathematics and science education) and Engrossed Second
9 Substitute Senate Bill No. 6023 (regarding alternative assessments).

10 ~~((+6))~~ (7) \$8,950,000 of the education legacy trust account
11 appropriation is provided solely for allocations to districts for
12 salaries and benefits for the equivalent of two additional professional
13 development days each school year for fourth and fifth grade teachers.
14 The allocations shall be made based on the calculations of certificated
15 instructional staff units for fourth and fifth grade provided in
16 section 502 of this act and on the calculations of compensation
17 provided in sections 503 and 504 of this act. Allocations made
18 pursuant to this subsection are intended to be formula-driven, and the
19 office of the superintendent of public instruction shall provide
20 updated projections of the relevant budget drivers by November 20,
21 2007, and by November 20, 2008. In the 2007-08 school year, the
22 professional development activities funded by this subsection shall be
23 focused on development of mathematics knowledge and instructional
24 skills and on improving instruction in science. In the 2008-09 school
25 year, the additional professional development shall focus on skills
26 related to implementing the new international mathematics and science
27 standards and curriculum. Districts may use the funding to support
28 additional days for professional development as well as job-embedded
29 forms of professional development.

30 ~~((+7))~~ (8) \$13,058,000 of the education legacy trust fund
31 appropriation is provided solely for allocations to districts for
32 salaries and benefits for the equivalent of three additional
33 professional development days for middle and high school math teachers
34 and the equivalent of three additional professional development days
35 for middle and high school science teachers. The office of the
36 superintendent of public instruction shall develop rules to determine
37 the number of math and science teachers in middle and high schools
38 within each district. Allocations made pursuant to this subsection are

1 intended to be formula-driven, and the office of the superintendent of
2 public instruction shall provide updated projections of the relevant
3 budget drivers by November 20, 2007, and by November 20, 2008.
4 Districts may use the funding to support additional days for
5 professional development as well as job-embedded forms of professional
6 development, consistent with the following:

7 (a) For middle school teachers during the 2007-08 school year the
8 additional math professional development funded in this subsection
9 shall focus on development of basic mathematics knowledge and
10 instructional skills and the additional science professional
11 development shall focus on examination of student science assessment
12 data and identification of science knowledge and skill areas in need of
13 additional instructional attention. For middle school teachers during
14 the 2008-09 school year the additional math professional development
15 shall focus on skills related to implementing the new international
16 mathematics standards and the additional science professional
17 development shall focus on skills related to implementing the new
18 international science standards.

19 (b) For high school teachers during the 2007-08 school year the
20 additional math professional development funded in this subsection
21 shall focus on skills related to implementing state math learning
22 modules, the segmented math class/assessment program, the collection of
23 evidence alternative assessment, and basic mathematics knowledge and
24 instructional skills, and the additional science professional
25 development shall focus on skills related to examination of student
26 science assessment data and identification of science knowledge and
27 skill areas in need of additional instructional attention. For high
28 school teachers during the 2008-09 school year the additional math
29 professional development shall focus on skills related to implementing
30 the new international mathematics standards and the additional science
31 professional development shall focus on skills related to implementing
32 the new international science standards.

33 ((+8)) (9) \$17,491,000 of the education legacy trust fund
34 appropriation is provided solely for allocations to districts for
35 specialized professional development in math for one math teacher and
36 one science teacher in each middle school and one math teacher and one
37 science teacher in each high school. The allocations shall be based on
38 five additional professional development days per teacher and an

1 additional allocation per teacher of \$1,500 for training costs. In
2 order to generate an allocation under this subsection, a teacher must
3 participate in specialized professional development that leads to the
4 implementation of mathematics and science courses that add new rigor to
5 the math and science course offerings in the school. Allocations made
6 pursuant to this subsection are intended to be formula-driven, and the
7 office of the superintendent of public instruction shall provide
8 updated projections of the relevant budget drivers by November 20,
9 2007, and by November 20, 2008.

10 ~~((9))~~ (10) \$5,376,000 of the education legacy trust account--
11 state appropriation is provided solely for a math and science
12 instructional coaches program pursuant to Second Substitute House Bill
13 No. 1906 (improving mathematics and science education). Funding shall
14 be used to provide grants to schools and districts to provide salaries,
15 benefits, and professional development activities to twenty-five
16 instructional coaches in middle and high school math in the 2007-08 and
17 2008-09 school years and twenty-five instructional coaches in middle
18 and high school science in the 2008-09 school years; and up to \$300,000
19 may be used by the office of the superintendent of public instruction
20 to administer and coordinate the program. Each instructional coach
21 will receive five days of training at a coaching institute prior to
22 being assigned to serve two schools each. These coaches will attend
23 meetings during the year to further their training and assist with
24 coordinating statewide trainings on math and science.

25 ~~((10))~~ (11) ~~(((\$1,500,000))~~ \$1,133,000 of the general fund--state
26 appropriation for fiscal year 2008 and ~~(((\$1,500,000))~~ \$1,133,000 of the
27 general fund--state appropriation for fiscal year 2009 are provided
28 solely to allow approved middle and junior high school career and
29 technical education programs to receive enhanced vocational funding
30 pursuant to Second Substitute House Bill No. 1906 (improving
31 mathematics and science education). If the bill is not enacted by June
32 30, 2007, the amounts provided in this subsection shall lapse. The
33 office of the superintendent of public instruction shall provide
34 allocations to districts for middle and junior high school students in
35 accordance with the funding formulas provided in section 502 of this
36 act. Although the allocations are formula-driven, the office of the
37 superintendent shall consider the funding provided in this subsection

1 as a fixed amount, and shall adjust funding to stay within the amounts
2 provided in this subsection.

3 ~~((11))~~ (12) \$143,000 of the general fund--state appropriation for
4 fiscal year 2008 and \$139,000 of the general fund--state appropriation
5 for fiscal year 2009 are provided solely for (a) staff at the office of
6 the superintendent of public instruction to coordinate and promote
7 efforts to develop integrated math, science, technology, and
8 engineering programs in schools and districts across the state; and (b)
9 grants of \$2,500 to provide twenty middle and high school teachers each
10 year professional development training for implementing integrated
11 math, science, technology, and engineering program in their schools.

12 ~~((12))~~ (13) \$5,303,000 of the general fund--state appropriation
13 for fiscal year 2008 and \$5,303,000 of the general fund--state
14 appropriation for fiscal year 2009 are provided solely for in-service
15 training and educational programs conducted by the Pacific science
16 center and for the Washington state leadership assistance for science
17 education reform (LASER) regional partnership coordinated at the
18 Pacific science center.

19 ~~((13) \$675,000 of the general fund--state appropriation for fiscal
20 year 2009 is provided solely to support state college readiness
21 assessment fees for eleventh grade students. The office of the
22 superintendent of public instruction shall allocate funds for this
23 purpose to school districts based on the number of eleventh grade
24 students who complete the college readiness exam. School districts
25 shall use these funds to reimburse institutions of higher education for
26 the assessments students take and report to the office of the
27 superintendent of public instruction on the number of assessments
28 provided.))~~

29 (14) ~~((\$51,236,000))~~ \$35,573,000 of the education legacy trust
30 account--state appropriation ~~((is))~~ and \$8,084,000 of the general
31 fund--state appropriation for fiscal year 2009 are provided solely for
32 grants for voluntary full-day kindergarten at the highest poverty
33 schools, as provided in Engrossed Second Substitute Senate Bill 5841
34 (enhancing student learning opportunities and achievement). The office
35 of the superintendent of public instruction shall provide allocations
36 to districts for recipient schools in accordance with the funding
37 formulas provided in section 502 of this act. Each kindergarten
38 student who enrolls for the voluntary full-day program in a recipient

1 school shall count as one-half of one full-time equivalent student for
2 the purpose of making allocations under this subsection. Although the
3 allocations are formula-driven, the office of the superintendent shall
4 consider the funding provided in this subsection as a fixed amount, and
5 shall limit the number of recipient schools so as to stay within the
6 amounts appropriated each fiscal year in this subsection. The funding
7 provided in this subsection is estimated to provide full-day
8 kindergarten programs for 10 percent of kindergarten enrollment in the
9 2007-08 school year and ((20)) 15 percent of kindergarten enrollment in
10 the 2008-09 school year. Funding priority shall be given to schools
11 with the highest poverty levels, as measured by prior year free and
12 reduced priced lunch eligibility rates in each school. Additionally,
13 as a condition of funding, school districts must agree to provide the
14 full-day program to the children of parents who request it in each
15 eligible school. For the purposes of calculating a school district
16 levy base, funding provided in this subsection shall be considered a
17 state block grant program under RCW 84.52.0531.

18 (a) Of the amounts provided in this subsection, a maximum of
19 \$272,000 may be used for administrative support of the full-day
20 kindergarten program within the office of the superintendent of public
21 instruction.

22 (b) Student enrollment pursuant to this program shall not be
23 included in the determination of a school district's overall K-12 FTE
24 for the allocation of student achievement programs and other funding
25 formulas unless specifically stated.

26 (15) \$65,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$65,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely to support a full-day kindergarten
29 "lighthouse" resource program at the Bremerton school district, as
30 provided in Engrossed Second Senate Bill No. 5841 (enhancing student
31 learning opportunities and achievement). The purpose of the program is
32 to provide technical assistance to districts in the initial stages of
33 implementing a high quality full-day kindergarten program.

34 (16) \$3,047,000 of the education legacy trust account--state
35 appropriation is provided solely for grants for three demonstration
36 projects for kindergarten through grade three. The purpose of the
37 grants is to implement best practices in developmental learning in

1 kindergarten through third grade pursuant to Engrossed Second
2 Substitute Senate Bill No. 5841 (enhancing student learning
3 opportunities and achievement).

4 (17) \$300,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$1,000,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the development of a
7 leadership academy for school principals and administrators. The
8 superintendent of public instruction shall contract with an independent
9 organization to design, field test, and implement a state-of-the-art
10 education leadership academy that will be accessible throughout the
11 state. Initial development of the content of the academy activities
12 shall be supported by private funds. Semiannually the independent
13 organization shall report on amounts committed by foundations and
14 others to support the development and implementation of this program.
15 Leadership academy partners, with varying roles, shall include the
16 state level organizations for school administrators and principals, the
17 superintendent of public instruction, the professional educator
18 standards board, and others as the independent organization shall
19 identify.

20 (18) \$661,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$684,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely for grants to school districts to
23 implement emerging best practices activities in support of classroom
24 teachers' instruction of students, with a first language other than
25 English, who struggle with acquiring academic English skills, as
26 outlined in Engrossed Second Substitute Senate Bill No. 5841 (enhancing
27 student learning opportunities and achievement). Best practices shall
28 focus on professional development for classroom teachers and support of
29 instruction for English language learners in regular classrooms.
30 School districts qualifying for these grants shall serve a student
31 population that reflects many different first languages among their
32 students. The Northwest educational research laboratory (NWREL) shall
33 evaluate the effectiveness of the practices supported by the grants as
34 provided in section 501 of this act. Recipients of these grants shall
35 cooperate with NWREL in the collection of program data.

36 (19) \$548,000 of the fiscal year 2008 general fund--state
37 appropriation and \$548,000 of the fiscal year 2009 general fund--state

1 appropriation are provided solely for training of paraprofessional
2 classroom assistants and certificated staff who work with classroom
3 assistants as provided in RCW 28A.415.310.

4 (20) \$2,348,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$2,348,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for mentor teacher assistance,
7 including state support activities, under RCW 28A.415.250 and
8 28A.415.260, and for a mentor academy. Up to \$200,000 of the amount in
9 this subsection may be used each fiscal year to operate a mentor
10 academy to help districts provide effective training for peer mentors.
11 Funds for the teacher assistance program shall be allocated to school
12 districts based on the number of first year beginning teachers.

13 (21) \$705,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$705,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely for the leadership internship
16 program for superintendents, principals, and program administrators.

17 (22) (~~(\$98,761,000)~~) \$105,765,000 of the general fund--federal
18 appropriation is provided for preparing, training, and recruiting high
19 quality teachers and principals under Title II of the no child left
20 behind act.

21 (23)(a) \$488,000 of the general fund--state appropriation for
22 fiscal year 2008 and \$488,000 of the general fund--state appropriation
23 for fiscal year 2009 are provided solely for a principal support
24 program. The office of the superintendent of public instruction may
25 contract with an independent organization to administer the program.
26 The program shall include: (i) Development of an individualized
27 professional growth plan for a new principal or principal candidate;
28 and (ii) participation of a mentor principal who works over a period of
29 between one and three years with the new principal or principal
30 candidate to help him or her build the skills identified as critical to
31 the success of the professional growth plan. Within the amounts
32 provided, \$25,000 per year shall be used to support additional
33 participation of secondary principals.

34 (b) \$3,046,000 of the general fund--state appropriation for fiscal
35 year 2008 and \$3,046,000 of the general fund--state appropriation for
36 fiscal year 2009 are provided solely to the office of the
37 superintendent of public instruction for focused assistance. The
38 office of the superintendent of public instruction shall conduct

1 educational audits of low-performing schools and enter into performance
2 agreements between school districts and the office to implement the
3 recommendations of the audit and the community. Each educational audit
4 shall include recommendations for best practices and ways to address
5 identified needs and shall be presented to the community in a public
6 meeting to seek input on ways to implement the audit and its
7 recommendations.

8 (24) \$1,000,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$1,000,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely for a high school and school
11 district improvement program modeled after the office of the
12 superintendent of public instruction's existing focused assistance
13 program in subsection (25)(b) of this section. The state funding for
14 this improvement program will match an equal amount committed by a
15 nonprofit foundation in furtherance of a jointly funded program.

16 (25) A maximum of \$375,000 of the general fund--state appropriation
17 for fiscal year 2008 and a maximum of \$500,000 of the general fund--
18 state appropriation for fiscal year 2009 are provided for summer
19 accountability institutes offered by the superintendent of public
20 instruction. The institutes shall provide school district staff with
21 training in the analysis of student assessment data, information
22 regarding successful district and school teaching models, research on
23 curriculum and instruction, and planning tools for districts to improve
24 instruction in reading, mathematics, language arts, social studies,
25 including civics, and guidance and counseling. The superintendent of
26 public instruction shall offer at least one institute specifically for
27 improving instruction in mathematics in fiscal years 2008 and 2009 and
28 at least one institute specifically for improving instruction in
29 science in fiscal year 2009.

30 (26) \$515,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$515,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided for the evaluation of mathematics
33 textbooks, other instructional materials, and diagnostic tools to
34 determine the extent to which they are aligned with the state
35 standards. Once the evaluations have been conducted, results will be
36 shared with math teachers, other educators, and community members for
37 the purposes of validating the conclusions and then selecting up to
38 three curricula, supporting materials, and diagnostic instruments as

1 those best able to assist students to learn and teachers to teach the
2 content of international standards. In addition, the office of the
3 superintendent shall continue to provide support and information on
4 essential components of comprehensive, school-based reading programs.

5 (27) \$1,764,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$1,764,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely for the mathematics helping corps
8 subject to the following conditions and limitations:

9 (a) In order to increase the availability and quality of technical
10 mathematics assistance statewide, the superintendent of public
11 instruction shall employ mathematics school improvement specialists to
12 provide assistance to schools and districts. The specialists shall be
13 hired by and work under the direction of a statewide school improvement
14 coordinator. The mathematics improvement specialists shall not be
15 permanent employees of the superintendent of public instruction.

16 (b) The school improvement specialists shall provide the following:

17 (i) Assistance to schools to disaggregate student performance data
18 and develop improvement plans based on those data;

19 (ii) Consultation with schools and districts concerning their
20 performance on the Washington assessment of student learning and other
21 assessments emphasizing the performance on the mathematics assessments;

22 (iii) Consultation concerning curricula that aligns with the
23 essential academic learning requirements emphasizing the academic
24 learning requirements for mathematics, the Washington assessment of
25 student learning, and meets the needs of diverse learners;

26 (iv) Assistance in the identification and implementation of
27 research-based instructional practices in mathematics;

28 (v) Staff training that emphasizes effective instructional
29 strategies and classroom-based assessment for mathematics;

30 (vi) Assistance in developing and implementing family and community
31 involvement programs emphasizing mathematics; and

32 (vii) Other assistance to schools and school districts intended to
33 improve student mathematics learning.

34 (28) \$125,000 of the general fund--state appropriation for fiscal
35 year 2008 and \$125,000 of the general fund--state appropriation for
36 fiscal year 2009 are provided solely for the improvement of reading
37 achievement and implementation of research-based reading models. The
38 superintendent shall evaluate reading curriculum programs and other

1 instructional materials to determine the extent to which they are
2 aligned with state standards. A report of the analyses shall be made
3 available to school districts. The superintendent shall report to
4 districts the assessments that are available to screen and diagnose
5 reading difficulties, and shall provide training on how to implement a
6 reading assessment system. Resources may also be used to disseminate
7 grade level expectations and develop professional development modules
8 and web-based materials.

9 (29) (~~(\$30,401,000)~~) \$30,706,000 of the general fund--federal
10 appropriation is provided for the reading first program under Title I
11 of the no child left behind act.

12 (a) \$500,000 of the general fund--state appropriation for fiscal
13 year 2008 (~~and \$500,000 of the general fund--state appropriation for~~
14 ~~fiscal year 2009 are~~) is provided solely for the office of the
15 superintendent of public instruction to award five grants to parent,
16 community, and school district partnership programs that will meet the
17 unique needs of different groups of students in closing the achievement
18 gap. The legislature intends that the pilot programs will help
19 students meet state learning standards, achieve the skills and
20 knowledge necessary for college or the workplace, reduce the
21 achievement gap, prevent dropouts, and improve graduation rates.

22 (b) The pilot programs shall be designed in such a way as to be
23 supplemental to educational services provided in the district and shall
24 utilize a community partnership based approach to helping students and
25 their parents.

26 (c) The grant recipients shall work in collaboration with the
27 office of the superintendent of public instruction to develop
28 measurable goals and evaluation methodologies for the pilot programs.
29 \$25,000 of this appropriation may be used by the office of the
30 superintendent of public instruction to hold a statewide meeting to
31 disseminate successful strategies developed by the grantees.

32 (d) The office of the superintendent of public instruction shall
33 issue a report to the legislature in the 2009 session on the progress
34 of each of the pilot programs.

35 (30) \$1,500,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$1,500,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for the office of the
38 superintendent of public instruction to support and award Washington

1 community learning center program grants pursuant to Engrossed Second
2 Substitute Senate Bill No. 5841 (enhancing student learning
3 opportunities and achievement). If the bill is not enacted by June 30,
4 2007, the amounts provided in this subsection shall lapse.

5 (31) (~~(\$1,629,000)~~) \$1,643,000 of the general fund--state
6 appropriation for fiscal year 2008 and (~~(\$1,638,000)~~) \$1,667,000 of the
7 general fund--state appropriation for fiscal year 2009 are provided
8 solely to eliminate the lunch co-pay for students in grades
9 kindergarten through third grade that are eligible for reduced price
10 lunch.

11 (32) \$400,000 of the education legacy trust account--state
12 appropriation is provided solely for the development of mathematics
13 support activities provided by community organizations in after school
14 programs. Pursuant to Second Substitute House Bill No. 1906 (improving
15 mathematics and science education), the office of the superintendent of
16 public instruction shall administer grants to community organizations
17 that partner with school districts to provide these activities and
18 develop a mechanism to report program and student success.

19 (33) \$5,222,000 of the general fund--state appropriation for fiscal
20 year 2008 and (~~(\$5,222,000)~~) \$5,285,000 of the general fund--state
21 appropriation for fiscal year 2009 are provided solely for: (a) The
22 meals for kids program under RCW 28A.235.145 through 28A.235.155; (b)
23 to eliminate the breakfast co-pay for students eligible for reduced
24 price lunch; and (c) for additional assistance for school districts
25 initiating a summer food service program.

26 (34) \$1,056,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$1,056,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely for the Washington reading corps.
29 The superintendent shall allocate reading corps members to low-
30 performing schools and school districts that are implementing
31 comprehensive, proven, research-based reading programs. Two or more
32 schools may combine their Washington reading corps programs. Grants
33 provided under this section may be used by school districts for
34 expenditures from September 2007 through August 31, 2009.

35 (35) \$3,594,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$3,594,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for grants to school districts to
38 provide a continuum of care for children and families to help children

1 become ready to learn. Grant proposals from school districts shall
2 contain local plans designed collaboratively with community service
3 providers. If a continuum of care program exists in the area in which
4 the school district is located, the local plan shall provide for
5 coordination with existing programs to the greatest extent possible.
6 Grant funds shall be allocated pursuant to RCW 70.190.040.

7 (36) \$1,959,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$1,959,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely for improving technology
10 infrastructure, monitoring and reporting on school district technology
11 development, promoting standards for school district technology,
12 promoting statewide coordination and planning for technology
13 development, and providing regional educational technology support
14 centers, including state support activities, under chapter 28A.650 RCW.
15 The superintendent of public instruction shall coordinate a process to
16 facilitate the evaluation and provision of online curriculum courses to
17 school districts which includes the following: Creation of a general
18 listing of the types of available online curriculum courses; a survey
19 conducted by each regional educational technology support center of
20 school districts in its region regarding the types of online curriculum
21 courses desired by school districts; a process to evaluate and
22 recommend to school districts the best online courses in terms of
23 curriculum, student performance, and cost; and assistance to school
24 districts in procuring and providing the courses to students.

25 (37) \$126,000 of the general fund--state appropriation for fiscal
26 year 2008 and \$126,000 of the general fund--state appropriation for
27 fiscal year 2009 are provided for the development and posting of web-
28 based instructional tools, assessment data, and other information that
29 assists schools and teachers implementing higher academic standards.

30 (38) \$333,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$333,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely for the operation of the center
33 for the improvement of student learning pursuant to RCW 28A.300.130.

34 (39) \$12,400,000 of the education legacy trust account--state
35 appropriation is provided solely for one-time allocations for
36 technology upgrades and improvements. The funding shall be allocated
37 based on \$3,000 for each elementary school, \$6,000 for each middle or
38 junior high school, and \$11,000 for each high school. In cases where

1 a particular school's grade span or configuration does not fall into
2 these categories, the office of superintendent of public instruction
3 will develop an allocation to that school that recognizes the unique
4 characteristics but maintains the proportionate allocation identified
5 in this subsection.

6 (40) \$250,000 of the education legacy trust account--state
7 appropriation is provided solely for costs associated with office of
8 the superintendent of public instruction establishing a statewide
9 director of technology position pursuant to Second Substitute House
10 Bill No. 1906 (improving mathematics and science education). If the
11 bill is not enacted by June 30, 2007, the amounts provided in this
12 subsection shall lapse.

13 (41)(a) (~~(\$9,150,000)~~) \$10,232,000 of the general fund--state
14 appropriation for fiscal year 2008 and (~~(\$12,447,000)~~) \$16,734,000 of
15 the general fund--state appropriation for fiscal year 2009 are provided
16 solely for the following bonuses for teachers who hold valid, unexpired
17 certification from the national board for professional teaching
18 standards and who are teaching in a Washington public school, subject
19 to the following conditions and limitations:

20 (i) For national board certified teachers, a bonus of \$5,000 per
21 teacher in fiscal year 2008 and adjusted for inflation in fiscal year
22 2009;

23 (ii) For national board certified teachers who teach in schools
24 where at least 70 percent of student headcount enrollment is eligible
25 for the federal free or reduced price lunch program, an additional
26 \$5,000 annual bonus to be paid in one lump sum; and

27 (iii) The superintendent of public instruction shall adopt rules to
28 ensure that national board certified teachers meet the qualifications
29 for bonuses under (a)(ii) of this subsection for less than one full
30 school year receive bonuses in a pro-rated manner.

31 (b) Included in the amounts provided in this subsection are amounts
32 for mandatory fringe benefits. The annual bonus shall not be included
33 in the definition of "earnable compensation" under RCW 41.32.010(10).

34 (c) For purposes of this subsection, "schools where at least 70
35 percent of the student headcount enrollment is eligible for the federal
36 free or reduced price lunch program" shall be defined as: (i) For the
37 2007-08 and the 2008-09 school years, schools in which the prior year
38 percentage of students eligible for the federal free and reduced price

1 lunch program was at least 70 percent; and (ii) in the 2008-09 school
2 year, any school that met the criterion in (c)(i) of this subsection in
3 the 2007-08 school year.

4 (d) Within the amounts appropriated in this subsection, the office
5 of superintendent of public instruction shall revise rules to allow
6 teachers who hold valid, unexpired certification from the national
7 board for professional teaching standards and who are teaching at the
8 Washington school for the deaf or Washington school for the blind, to
9 receive the annual bonus amounts specified in this subsection if they
10 are otherwise eligible.

11 (e) Within the amounts provided in this subsection, \$377,000 of the
12 general fund--state appropriation for fiscal year 2008 and \$577,000 of
13 the general fund--state appropriation for fiscal year 2009 are provided
14 solely for implementation of Substitute House Bill No. 2775 (regarding
15 bonuses for instructional staff certified by the national board for
16 professional teaching standards). If the bill is not enacted by June
17 30, 2008, the amount provided in this subsection shall lapse.

18 (f) Within the amounts provided in this subsection, \$108,000 of the
19 general fund--state appropriation for fiscal year 2008 and \$110,000 of
20 the general fund--state appropriation for fiscal year 2009 are provided
21 solely for implementation of Substitute House Bill No. 2869 (extending
22 the national board for professional teaching standards bonus to
23 certificated principals). If the bill is not enacted by June 30, 2008,
24 the amount provided in this subsection shall lapse.

25 (42) \$250,000 of the general fund--state appropriation for fiscal
26 year 2009 is provided solely for grants to five skills centers to
27 develop and plan for implementation of integrated English language
28 development/career skills programs that pair English language
29 development teachers with career/technical education instructors in the
30 classroom. The office of the superintendent of public instruction and
31 skill center staff shall work with the state board for community and
32 technical colleges I-BEST program staff and local community and
33 technical college program staff to develop the program to assure
34 critical program elements are included and that the skill center
35 programs provide a seamless transition for high school students to the
36 community and technical college programs for students choosing that
37 pathway. The request for proposal or grant application shall be issued
38 no later than May 1, 2007, so that grant recipients can begin program

1 planning and development efforts on July 1, 2008. The superintendent
2 of public instruction shall provide the resulting implementation plans
3 to the governor and the appropriate committees of the legislature by
4 November 1, 2008.

5 (43) \$150,000 of the general fund--state appropriation for fiscal
6 year 2009 is provided solely to support public high schools'
7 participation in the FIRST robotics program. The office of the
8 superintendent of public instruction shall issue grants not to exceed
9 \$10,000 per school to be used for teacher stipends, registration fees,
10 equipment, and other costs associated with direct participation in the
11 program. High poverty schools and schools starting up robotics
12 programs shall be given priority in funding.

13 (44) \$70,000 of the general fund--state appropriation for fiscal
14 year 2009 is provided solely to support the Chinese exchange program at
15 the Peninsula school district. The funding shall support scholarships,
16 educational programs, and travel costs for students facing financial
17 obstacles to participation in the program.

18 (45) \$3,000,000 of the general fund--state appropriation for fiscal
19 year 2009 is provided solely for implementation of sections 105, 106,
20 107, 201, 204, 205, 301, 302, 303, 306, 309, and 310 of Engrossed
21 Second Substitute House Bill No. 2826 (regarding secondary career and
22 technical education). If the bill is not enacted by June 30, 2008, the
23 amount provided in this subsection shall lapse.

24 (46) \$400,000 of the general fund--state appropriation for fiscal
25 year 2009 is provided solely for implementation of Engrossed Second
26 Substitute House Bill No. 2798 (enacting the local farms-healthy kids
27 act). If the bill is not enacted by June 30, 2008, the amount provided
28 in this subsection shall lapse.

29 (47) \$63,000 of the general fund--state appropriation for fiscal
30 year 2009 is provided solely for implementation of House Bill No. 2629
31 (educational services for students who are deaf or hearing impaired).

32 (48) \$150,000 of the general fund--state appropriation for fiscal
33 year 2009 is provided solely for implementation of Substitute House
34 Bill No. 2597 (kindergarten entry assessment).

35 **Sec. 512.** 2007 c 522 s 514 (uncodified) is amended to read as
36 follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL**
2 **BILINGUAL PROGRAMS**

3	General Fund--State Appropriation (FY 2008)	((\$65,320,000))
4		<u>\$65,595,000</u>
5	General Fund--State Appropriation (FY 2009)	((\$69,217,000))
6		<u>\$69,526,000</u>
7	General Fund--Federal Appropriation	\$45,243,000
8	TOTAL APPROPRIATION	((\$179,780,000))
9		<u>\$180,364,000</u>

10 The appropriations in this section are subject to the following
11 conditions and limitations:

12 (1) Each general fund fiscal year appropriation includes such funds
13 as are necessary to complete the school year ending in the fiscal year
14 and for prior fiscal year adjustments.

15 (2) The superintendent shall distribute a maximum of ((~~\$824.24~~))
16 \$824.12 per eligible bilingual student in the 2007-08 school year and
17 ((~~\$840.25~~)) \$840.13 in the 2008-09 school year, exclusive of salary and
18 benefit adjustments provided in section 504 of this act.

19 (3) The superintendent may withhold up to 1.5 percent of the school
20 year allocations to school districts in subsection (2) of this section,
21 and adjust the per eligible pupil rates in subsection (2) of this
22 section accordingly, solely for the central provision of assessments as
23 provided in RCW 28A.180.090 (1) and (2).

24 (4) \$70,000 of the amounts appropriated in this section are
25 provided solely to track current and former transitional bilingual
26 program students.

27 (5) The general fund--federal appropriation in this section is
28 provided for migrant education under Title I Part C and English
29 language acquisition, and language enhancement grants under Title III
30 of the elementary and secondary education act.

31 (6) Pursuant to RCW 28A.150.260, during the 2007-09 biennium, the
32 office of the superintendent of public instruction shall not make exit
33 of the transitional bilingual program contingent on passing both the
34 Washington language proficiency test and the Washington assessment of
35 student learning without prior legislative approval.

36 **Sec. 513.** 2007 c 522 s 515 (uncodified) is amended to read as
37 follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING**
2 **ASSISTANCE PROGRAM**

3	General Fund--State Appropriation (FY 2008)	((\$70,792,000))
4		<u>\$68,381,000</u>
5	General Fund--State Appropriation (FY 2009)	((\$73,156,000))
6		<u>\$71,386,000</u>
7	General Fund--Federal Appropriation	\$360,660,000
8	Education Legacy Trust Account--State	
9	Appropriation	45,953,000
10	TOTAL APPROPRIATION	((\$550,561,000))
11		<u>\$546,380,000</u>

12 The appropriations in this section are subject to the following
13 conditions and limitations:

14 (1) The general fund--state appropriations in this section are
15 subject to the following conditions and limitations:

16 (a) The appropriations include such funds as are necessary to
17 complete the school year ending in the fiscal year and for prior fiscal
18 year adjustments.

19 (b) Funding for school district learning assistance programs shall
20 be allocated at maximum rates of ((~~\$220.37~~)) \$220.34 per funded student
21 for the 2007-08 school year and ((~~\$224.73~~)) \$225.42 per funded student
22 for the 2008-09 school year exclusive of salary and benefit adjustments
23 provided under section 504 of this act.

24 (c) A school district's funded students for the learning assistance
25 program shall be the sum of the following as appropriate:

26 (i) The district's full-time equivalent enrollment in grades K-12
27 for the prior school year multiplied by the district's percentage of
28 October headcount enrollment in grades K-12 eligible for free or
29 reduced price lunch in the prior school year; and

30 (ii) If, in the prior school year, the district's percentage of
31 October headcount enrollment in grades K-12 eligible for free or
32 reduced price lunch exceeded forty percent, subtract forty percent from
33 the district's percentage and multiply the result by the district's K-
34 12 annual average full-time equivalent enrollment for the prior school
35 year.

36 (d) In addition to amounts allocated in (b) and (c) of this
37 subsection, an additional amount shall be allocated to a school
38 district for each school year in which the district's allocation is

1 less than the amount the district received for the general fund--state
2 learning assistance program allocation in the 2004-05 school year. The
3 amount of the allocation in this section shall be sufficient to
4 maintain the 2004-05 school year allocation.

5 (2) The general fund--federal appropriation in this section is
6 provided for Title I Part A allocations of the no child left behind act
7 of 2001.

8 (3) Small school districts are encouraged to make the most
9 efficient use of the funding provided by using regional educational
10 service district cooperatives to hire staff, provide professional
11 development activities, and implement reading and mathematics programs
12 consistent with research-based guidelines provided by the office of the
13 superintendent of public instruction.

14 (4) A school district may carry over from one year to the next up
15 to 10 percent of the general fund--state or education legacy trust
16 funds allocated under this program; however, carryover funds shall be
17 expended for the learning assistance program.

18 (5) School districts are encouraged to coordinate the use of these
19 funds with other federal, state, and local sources to serve students
20 who are below grade level and to make efficient use of resources in
21 meeting the needs of students with the greatest academic deficits.

22 (6) \$1,638,000 of the general fund--state appropriation for fiscal
23 year 2009 is provided solely for implementation of Substitute House
24 Bill No. 2810 (enhancing resources and assistance in school districts
25 with concentrations of English language learners). If the bill is not
26 enacted by June 30, 2008, the amount provided in this subsection shall
27 lapse.

28 **Sec. 514.** 2007 c 522 s 516 (uncodified) is amended to read as
29 follows:

30 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--PROMOTING ACADEMIC**
31 **SUCCESS**

32	General Fund--State Appropriation (FY 2008)	((\$23,820,000))
33		<u>\$12,108,000</u>
34	General Fund--State Appropriation (FY 2009)	((\$25,177,000))
35		<u>\$22,462,000</u>
36	TOTAL APPROPRIATION	((\$48,997,000))
37		<u>\$34,570,000</u>

1 The appropriations in this section are subject to the following
2 conditions and limitations:

3 (1) ~~((The))~~ Except as provided in subsection (4) of this section,
4 the amounts appropriated in this section are provided solely for
5 remediation for students who have not met standard in one or more
6 content areas of the Washington assessment of student learning in the
7 spring of their tenth grade year or on a subsequent retake. The funds
8 may be used for extended learning activities, including summer school,
9 before and after school, Saturday classes, skill seminars, assessment
10 preparation, and in-school or out-of-school tutoring. Extended
11 learning activities may occur on the school campus, via the internet,
12 or at other locations and times that meet student needs. Funds
13 allocated under this section shall not be considered basic education
14 funding. Amounts allocated under this section shall fund new extended
15 learning opportunities, and shall not supplant funding for existing
16 programs and services.

17 (2) School district allocations for promoting academic success
18 programs shall be calculated as follows:

19 (a) Allocations shall be made to districts only for students
20 actually served in a promoting academic success program.

21 (b) A portion of the district's annual student units shall be the
22 number of content area assessments (reading, writing, and mathematics)
23 on which eleventh and twelfth grade students were more than one
24 standard error of measurement from meeting standard on the WASL in
25 their most recent attempt to pass the WASL.

26 (c) The other portion of the district's annual student units shall
27 be the number of content area assessments (reading, writing, and
28 mathematics) on which eleventh and twelfth grade students were less
29 than one standard error of measurement from meeting standard but did
30 not meet standard on the WASL in their most recent attempt to pass the
31 WASL.

32 (d) Districts with at least one but less than 20 student units
33 combining the student units generated from (b) and (c) of this
34 subsection shall be counted as having 20 student units for the purposes
35 of the allocations in (e) and (f)(i) of this subsection.

36 (e) Allocations for certificated instructional staff salaries and
37 benefits shall be determined using formula-generated staff units
38 calculated pursuant to this subsection. Ninety-four hours of

1 certificated instructional staff units are allocated per 13.0 student
2 units as calculated under (a) of this subsection and thirty-four hours
3 of certificated instructional staff units are allocated per 13.0
4 student units as calculated under (b) of this subsection. Allocations
5 for salaries and benefits for the staff units calculated under this
6 subsection shall be calculated in the same manner as provided under
7 section 503 of this act. Salary and benefit increase funding for staff
8 units generated under this section is included in section 504 of this
9 act.

10 (f) The following additional allocations are provided per student
11 unit, as calculated in (a) and (b) of this subsection:

12 (i) \$12.80 in school year 2007-08 and (~~(\$13.07)~~) \$13.26 in school
13 year 2008-09 for maintenance, operations, and transportation;

14 (ii) \$12.29 in school year 2007-08 and (~~(\$12.55)~~) \$12.73 in school
15 year 2008-09 for pre- and post-remediation assessments;

16 (iii) \$17.41 in school year 2007-08 and (~~(\$17.77)~~) \$18.03 in school
17 year 2008-09 per reading remediation student unit;

18 (iv) \$8.19 in school year 2007-08 and (~~(\$8.36)~~) \$8.49 in school
19 year 2008-09 per mathematics remediation student unit; and

20 (v) \$8.19 in school year 2007-08 and (~~(\$8.36)~~) \$8.49 in school year
21 2008-09 per writing remediation student unit.

22 (f) The superintendent of public instruction shall distribute
23 school year allocations according to the monthly apportionment schedule
24 defined in RCW 28A.510.250.

25 (3) By November 15th of each year, the office of the superintendent
26 of public instruction shall report to the appropriate committees of the
27 legislature and to the office of financial management on the use of
28 these funds in the prior school year, including the types of assistance
29 selected by students, the number of students receiving each type of
30 assistance, and the impact on WASL test scores. The office of the
31 superintendent for public instruction shall complete its review and
32 make adjustments to district reporting procedures to ensure consistency
33 of reporting categories and minimize district administrative workload.

34 (4) School districts may carry over from one year to the next up to
35 20 percent of funds allocated under this program(~~(; however,)~~).
36 Carryover funds shall be expended for ((~~promoting academic success~~
37 programs)) extended learning activities as described in subsection (1)
38 of this section. Carryover funds may be expended for students eligible

1 for the promoting academic success program as described in subsection
2 (1) of this section or for ninth and tenth grade students determined to
3 be at risk of not passing one or more content areas of the WASL based
4 on eighth grade assessment scores.

5 **Sec. 515.** 2007 c 522 s 517 (uncodified) is amended to read as
6 follows:

7 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR STUDENT ACHIEVEMENT**
8 **PROGRAM**

9 Student Achievement Account--State Appropriation	
10 (FY 2008)	((\$423,414,000))
	<u>\$423,369,000</u>
12 Student Achievement Account--State Appropriation	
13 (FY 2009)	((\$446,357,000))
	<u>\$444,970,000</u>
15 TOTAL APPROPRIATION	((\$869,771,000))
	<u>\$868,339,000</u>

17 The appropriations in this section are subject to the following
18 conditions and limitations:

19 (1) Funding for school district student achievement programs shall
20 be allocated at a maximum rate of \$450.00 per FTE student for the 2007-
21 08 school year and ((~~\$459.45~~)) \$458.10 per FTE student for the 2008-09
22 school year. For the purposes of this section, FTE student refers to
23 the annual average full-time equivalent enrollment of the school
24 district in grades kindergarten through twelve for the prior school
25 year, as reported to the office of the superintendent of public
26 instruction by August 31st of the previous school year.

27 (2) The appropriation is allocated for the following uses as
28 specified in RCW 28A.505.210:

29 (a) To reduce class size by hiring certificated elementary
30 classroom teachers in grades K-4 and paying nonemployee-related costs
31 associated with those new teachers;

32 (b) To make selected reductions in class size in grades 5-12, such
33 as small high school writing classes;

34 (c) To provide extended learning opportunities to improve student
35 academic achievement in grades K-12, including, but not limited to,
36 extended school year, extended school day, before-and-after-school

1 programs, special tutoring programs, weekend school programs, summer
2 school, and all-day kindergarten;

3 (d) To provide additional professional development for educators
4 including additional paid time for curriculum and lesson redesign and
5 alignment, training to ensure that instruction is aligned with state
6 standards and student needs, reimbursement for higher education costs
7 related to enhancing teaching skills and knowledge, and mentoring
8 programs to match teachers with skilled, master teachers. The funding
9 shall not be used for salary increases or additional compensation for
10 existing teaching duties, but may be used for extended year and
11 extended day teaching contracts;

12 (e) To provide early assistance for children who need
13 prekindergarten support in order to be successful in school; or

14 (f) To provide improvements or additions to school building
15 facilities which are directly related to the class size reductions and
16 extended learning opportunities under (a) through (c) of this
17 subsection (2).

18 (3) The superintendent of public instruction shall distribute the
19 school year allocation according to the monthly apportionment schedule
20 defined in RCW 28A.510.250.

21 **Sec. 516.** 2007 c 522 s 519 (uncodified) is amended to read as
22 follows:

23 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION.** (1) Appropriations
24 made in this act to the office of superintendent of public instruction
25 shall initially be allotted as required by this act. Subsequent
26 allotment modifications shall not include transfers of moneys between
27 sections of this act, except as expressly provided in subsection (2) of
28 this section.

29 (2) The appropriations to the office of the superintendent of
30 public instruction in this act shall be expended for the programs and
31 amounts specified in this act. However, after May 1, 2008, unless
32 specifically prohibited by this act and after approval by the director
33 of financial management, the superintendent of public instruction may
34 transfer state general fund appropriations for fiscal year 2008 among
35 the following programs to meet the apportionment schedule for a
36 specified formula in another of these programs: General apportionment;

1 employee compensation adjustments; pupil transportation; special
2 education programs; institutional education programs; transitional
3 bilingual programs; and learning assistance programs.

4 (3) The director of financial management shall notify the
5 appropriate legislative fiscal committees in writing prior to approving
6 any allotment modifications or transfers under this section.

(End of part)

PART VI
HIGHER EDUCATION

1
2
3 **Sec. 601.** 2007 c 522 s 601 (uncodified) is amended to read as
4 follows:

5 The appropriations in sections 603 through 609 of this act are
6 subject to the following conditions and limitations:

7 (1) "Institutions" means the institutions of higher education
8 receiving appropriations under sections 603 through 609 of this act.

9 (2)(a) The salary increases provided or referenced in this
10 subsection and described in section 603 and part IX of this act shall
11 be the only allowable salary increases provided at institutions of
12 higher education, excluding increases associated with normally
13 occurring promotions and increases related to faculty and professional
14 staff retention, and excluding increases associated with employees
15 under the jurisdiction of chapter 41.56 RCW.

16 (b) For employees under the jurisdiction of chapter 41.56 RCW,
17 salary increases will be in accordance with the applicable collective
18 bargaining agreement. However, an increase shall not be provided to
19 any classified employee whose salary is above the approved salary range
20 maximum for the class to which the employee's position is allocated.

21 (c) Each institution of higher education receiving appropriations
22 for salary increases under sections 604 through 609 of this act may
23 provide additional salary increases from other sources to instructional
24 and research faculty, exempt professional staff, teaching and research
25 assistants, as classified by the office of financial management, and
26 all other nonclassified staff, but not including employees under ((RCW
27 ~~28B.16.015~~)) chapter 41.80 RCW. Any additional salary increase granted
28 under the authority of this subsection (2)(c) shall not be included in
29 an institution's salary base for future state funding. It is the
30 intent of the legislature that general fund--state support for an
31 institution shall not increase during the current or any future
32 biennium as a result of any salary increases authorized under this
33 subsection (2)(c).

34 (d) The legislature, the office of financial management, and other
35 state agencies need consistent and accurate personnel data from
36 institutions of higher education for policy planning purposes.

1 Institutions of higher education shall report personnel data to the
2 department of personnel for inclusion in the department's data
3 warehouse. Uniform reporting procedures shall be established by the
4 department of personnel for use by the reporting institutions,
5 including provisions for common job classifications and common
6 definitions of full-time equivalent staff. Annual contract amounts,
7 number of contract months, and funding sources shall be consistently
8 reported for employees under contract.

9 (e) By January 1, 2008, the office of financial management shall
10 work with the institutions of higher education, and with staff from the
11 legislative fiscal committees and the legislative evaluation and
12 accountability program, to identify ways in which the office's
13 "compensation impact model" should be revised or replaced to make the
14 system less costly for institutions to maintain, and more transparent,
15 informative, and useful to the legislature and institutions, while
16 providing information needed to accurately and efficiently negotiate
17 and budget employee compensation changes.

18 (3) The technical colleges may increase tuition and fees in excess
19 of the fiscal growth factor to conform with the percentage increase in
20 community college operating fees.

21 (4) The tuition fees, as defined in chapter 28B.15 RCW, charged to
22 full-time students at the state's institutions of higher education for
23 the 2007-08 and 2008-09 academic years, other than the summer term,
24 shall be adjusted by the governing boards of the state universities,
25 regional universities, The Evergreen State College, and the state board
26 for community and technical colleges. Tuition fees may be increased in
27 excess of the fiscal growth factor under RCW 43.135.055.

28 For the 2007-08 academic year, the governing boards of the research
29 universities may implement an increase no greater than seven percent
30 over tuition fees charged to full-time resident undergraduate students
31 for the 2006-07 academic year. The regional universities and The
32 Evergreen State College may implement an increase no greater than five
33 percent over tuition fees charged to full-time resident undergraduate
34 students for the 2006-07 academic year. The state board for community
35 and technical colleges may implement an increase no greater than two
36 percent over tuition and fees charged to full-time resident students
37 for the 2006-07 academic year.

1 For the 2008-09 academic year, the governing boards of the research
2 universities may implement an increase no greater than seven percent
3 over tuition fees charged to full-time resident undergraduate students
4 for the 2007-08 academic year. The regional universities and The
5 Evergreen State College may implement an increase no greater than five
6 percent over tuition fees charged to full-time resident undergraduate
7 students for the 2007-08 academic year. The state board for community
8 and technical colleges may implement an increase no greater than two
9 percent over tuition and fees charged to full-time resident students
10 for the 2007-08 academic year.

11 In addition to the tuition authorization provided under this
12 subsection, amounts appropriated in this budget provide an amount
13 approximately equal to a one percent tuition increase per academic year
14 for the state board for community and technical colleges.

15 (5) For the 2007-09 biennium, the governing boards and the state
16 board may adjust full-time operating fees for factors that may include
17 time of day and day of week, as well as delivery method and campus, to
18 encourage full use of the state's educational facilities and resources.

19 (6) Technical colleges may increase their building fee in excess of
20 the fiscal growth factor until parity is reached with the community
21 colleges.

22 (7) In addition to waivers granted under the authority of RCW
23 28B.15.910, the governing boards and the state board may waive all or
24 a portion of operating fees for any student. State general fund
25 appropriations shall not be provided to replace tuition and fee revenue
26 foregone as a result of waivers granted under this subsection.

27 (8) Pursuant to RCW 43.135.055, institutions of higher education
28 receiving appropriations under sections 603 through 609 of this act are
29 authorized to increase summer term tuition in excess of the fiscal
30 growth factor during the 2007-09 biennium. Tuition levels increased
31 pursuant to this subsection shall not exceed the per credit hour rate
32 calculated from the academic year tuition levels adopted under this
33 act.

34 (9) Pursuant to RCW 43.135.055, community and technical colleges
35 are authorized to increase services and activities fee charges in
36 excess of the fiscal growth factor during the 2007-09 biennium. The
37 services and activities fee charges increased pursuant to this

1 subsection shall not exceed the maximum level authorized by the state
2 board for community and technical colleges.

3 (10) From within the appropriations in sections 603 through 609 of
4 this act, institutions of higher education shall increase compensation
5 for nonrepresented employees in accordance with the following:

6 (a) Across the Board Adjustments.

7 (i) Appropriations are provided for a 3.2 percent salary increase
8 effective September 1, 2007, for all classified employees, except those
9 represented by a collective bargaining unit under chapters 41.80,
10 41.56, and 47.64 RCW, and except the certificated employees of the
11 state schools for the deaf and blind and employees of community and
12 technical colleges covered by the provisions of Initiative Measure No.
13 732. Also included are employees in the Washington management service,
14 and exempt employees under the jurisdiction of the director of
15 personnel.

16 (ii) Appropriations are provided for a 2.0 percent salary increase
17 effective September 1, 2008, for all classified employees, except those
18 represented by a collective bargaining unit under chapters 41.80,
19 41.56, and 47.64 RCW, and except for the certificated employees of the
20 state schools of the deaf and blind and employees of community and
21 technical colleges covered by the provisions of Initiative Measure No.
22 732. Also included are employees in the Washington management service,
23 and exempt employees under the jurisdiction of the director of
24 personnel.

25 (iii) No salary increase may be paid under this subsection to any
26 person whose salary has been Y-rated pursuant to rules adopted by the
27 director of personnel.

28 (b) Salary Survey.

29 For state employees, except those represented by a bargaining unit
30 under chapters 41.80, 41.56, and 47.64 RCW, funding is provided for
31 implementation of the department of personnel's 2006 salary survey, for
32 job classes more than 25 percent below market rates and affected
33 classes.

34 (c) Classification Consolidation.

35 For state employees, except those represented by a bargaining unit
36 under chapters 41.80, 41.56, and 47.64 RCW, funding is provided for
37 implementation of the department of personnel's phase 4 job class
38 consolidation and revisions under chapter 41.80 RCW.

1 (d) Agency Request Consolidation.

2 For state employees, except those represented by a bargaining unit
3 under chapters 41.80, 41.56, and 47.64 RCW, funding is provided for
4 implementation of the department of personnel's agency request job
5 class consolidation and reclassification plan. This implementation
6 fully satisfies the conditions specified in the settlement agreement of
7 *WPEA v State/Shroll v State*.

8 (e) Additional Pay Step.

9 For state employees, except those represented by a bargaining unit
10 under chapters 41.80, 41.56, and 47.64 RCW, funding is provided for a
11 new pay step L for those who have been in step K for at least one year.

12 (f) Retain Fiscal Year 2007 Pay Increase.

13 For all classified state employees, except those represented by a
14 bargaining unit under chapter 41.80, 41.56, and 47.64 RCW, and except
15 for the certificated employees of the state schools of the deaf and
16 blind and employees of community and technical colleges covered by the
17 provisions of Initiative Measure No. 732, funding is provided for
18 continuation of the 1.6 percent salary increase that was provided
19 during fiscal year 2007. Also included are employees in the Washington
20 management service, and exempt employees under the jurisdiction of the
21 director of personnel.

22 (g) The appropriations are also sufficient for the research and the
23 regional higher education institutions to (i) continue the 1.6 percent
24 salary increase that was provided during fiscal year 2007; and (ii)
25 provide average salary increases of 3.2 percent effective September 1,
26 2007, and of 2.0 percent effective September 1, 2008, for faculty,
27 exempt administrative and professional staff, graduate assistants, and
28 for all other nonclassified employees.

29 **Sec. 602.** 2007 c 522 s 602 (uncodified) is amended to read as
30 follows:

31 (1) The appropriations in sections 603 through 609 of this act
32 provide state support for full-time equivalent student enrollments at
33 each institution of higher education. Listed below are the annual
34 full-time equivalent student enrollments by institutions assumed in
35 this act.

	2007-08	2008-09
	Annual	Annual
	Average	Average
University of Washington		
Main campus	33,782	34,197
Bothell campus	1,760	1,980
Tacoma campus	2,109	2,349
Washington State University		
Main campus	19,112	19,272
Tri-Cities campus	800	865
Vancouver campus	1,888	2,113
Central Washington University	8,952	9,322
Eastern Washington University	8,996	9,184
The Evergreen State College	4,165	4,213
Western Washington University	12,022	12,175
State Board for Community and Technical Colleges	((136,022))	((138,977))
	<u>136,102</u>	<u>139,057</u>

(2) For the state universities, the number of full-time equivalent student enrollments enumerated in this section for the Bothell, Tacoma, Tri-Cities, and Vancouver campuses are the minimum levels at which the universities should seek to enroll students for those campuses. At the start of an academic year, the governing board of a state university may transfer full-time equivalent student enrollments among campuses. Intent notice shall be provided to the office of financial management and reassignment of funded enrollment is contingent upon satisfying data needed by the forecast division for tracking and monitoring state-supported college enrollment.

Sec. 603. 2007 c 522 s 603 (uncodified) is amended to read as follows:

FOR THE STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES
 General Fund--State Appropriation (FY 2008) ((~~\$638,521,000~~))

1		<u>\$617,805,000</u>
2	General Fund--State Appropriation (FY 2009)	((\$654,446,000))
3		<u>\$692,187,000</u>
4	Education Legacy Trust Account--State	
5	Appropriation	\$105,432,000
6	Pension Funding Stabilization Account	
7	Appropriation	\$49,800,000
8	TOTAL APPROPRIATION	((\$1,448,199,000))
9		<u>\$1,465,224,000</u>

10 The appropriations in this section are subject to the following
11 conditions and limitations:

12 (1) \$5,040,000 of the education legacy trust account--state
13 appropriation and \$10,920,000 of the general fund--state appropriation
14 for fiscal year 2009 are to expand general enrollments by 900 student
15 FTEs in academic year 2008 and by an additional 1,050 student FTEs in
16 academic year 2009.

17 (2) \$5,720,000 of the education legacy trust account--state
18 appropriation and \$11,440,000 of the general fund--state appropriation
19 for fiscal year 2009 are to expand high-demand enrollments by 650
20 student FTEs in fiscal year 2008 and by an additional 650 student FTEs
21 in fiscal year 2009. The programs expanded shall include, but are not
22 limited to, mathematics and health sciences. The state board shall
23 provide data to the office of financial management that is required to
24 track changes in enrollments, graduations, and the employment of
25 college graduates related to state investments in high-demand
26 enrollment programs. Data may be provided through the public
27 centralized higher education enrollment system or through an
28 alternative means agreed to by the institutions and the office of
29 financial management.

30 (3) \$1,960,000 of the education legacy trust account--state
31 appropriation is to expand early childhood education programs with a
32 focus on early math and science awareness by 100 student FTEs in fiscal
33 year 2008 and by an additional 150 student FTEs in 2009. The board
34 shall provide data to the office of financial management regarding math
35 and science enrollments, graduations, and employment of college
36 graduates related to state investments in math and science programs.
37 Data may be provided through the centralized higher education

1 enrollment system or through an alternative means agreed to by the
2 institutions and the office of financial management.

3 (4) \$28,761,000 of the general fund--state appropriation for fiscal
4 year 2008 and \$28,761,000 of the general fund--state appropriation for
5 fiscal year 2009 are provided solely as special funds for training and
6 related support services, including financial aid, as specified in RCW
7 28C.04.390. Funding is provided to support up to 6,200 full-time
8 equivalent students in each fiscal year.

9 (5) \$3,813,000 of the education legacy trust account--state
10 appropriation and \$7,625,000 of the general fund--state appropriation
11 for fiscal year 2009 are for basic skills education enrollments at
12 community and technical colleges. Budgeted enrollment levels shall
13 increase by 625 student FTEs each year.

14 (6) \$3,750,000 of the general fund--state appropriation for fiscal
15 year 2008 and \$7,500,000 of the general fund--state appropriation for
16 fiscal year 2009 are provided solely to increase salaries and related
17 benefits for part-time faculty. It is intended that part-time faculty
18 salaries will increase relative to full-time faculty salaries after all
19 salary increases are collectively bargained.

20 (7) \$7,350,000 of the education legacy trust account appropriation
21 is to increase enrollment levels in the integrated basic education,
22 skills, and language program (I-BEST) by 250 student FTEs per year.
23 Each student participating on a full-time basis is budgeted and shall
24 be reported as a single FTE for purposes of this expansion.

25 (8) \$375,000 of the general fund--state appropriation for fiscal
26 year 2008 and \$375,000 of the general fund--state appropriation for
27 fiscal year 2009 are provided solely for the transitions math project.
28 This phase of work shall include the establishment of a single math
29 placement test to be used at colleges and universities statewide.

30 (9) \$2,835,000 of the education legacy trust account appropriation
31 is to increase enrollment in apprenticeship training programs by 150
32 student FTEs in each fiscal year.

33 (10) \$4,000,000 of the education legacy trust account--state
34 appropriation is provided solely to expand the number of TRIO eligible
35 students served in the community and technical college system by 1,700
36 students each year. TRIO eligible students include low-income,
37 first-generation, and college students with disabilities. The state
38 board for community and technical colleges shall report annually to the

1 office of financial management and the appropriate policy and fiscal
2 committees of the legislature on the retention and completion rates of
3 students served through this appropriation. Retention rates shall
4 continue to exceed 65 percent for TRIO students and other low-income
5 and first-generation students served through this appropriation.

6 (11)(a) The higher education coordinating board, the office of
7 financial management, and the higher education institutions negotiated
8 a set of performance measures and targets in 2006. By July 31, 2007,
9 the state board for community and technical colleges and the higher
10 education coordinating board shall review and revise these targets
11 based on per-student funding in the 2007-09 appropriations act. In
12 addition, the board shall compile comparable data from peer
13 institutions in the eight global challenge states identified in the
14 Washington Learns study.

15 (b) The targets previously agreed by the state board and the higher
16 education coordinating board are enumerated as follows:

17 (i) Increase the percentage and number of academic students who are
18 eligible to transfer to baccalaureate institutions to 18,700;

19 (ii) Increase the percentage and number of students prepared for
20 work to 23,490; and

21 (iii) Increase the percentage and number of basic skills students
22 who demonstrate substantive skill gain by 22,850.

23 The state board for community and technical colleges shall report
24 their progress and ongoing efforts toward meeting the provisions of
25 this section to the higher education coordinating board prior to
26 November 1, 2009.

27 (12) \$452,000 of the general fund--state appropriation for fiscal
28 year 2009 is provided solely for start-up and planning funds for two
29 applied baccalaureate degree programs at community and technical
30 colleges, of which one degree program must be at a technical college.
31 The applied baccalaureate degrees shall be specifically designed for
32 individuals who hold associate of applied science degrees, or
33 equivalent, in order to maximize application of their technical course
34 credits toward the applied baccalaureate degree.

35 (13) \$2,502,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$5,024,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for faculty salary increments and
38 associated benefits and may be used in combination with salary and

1 benefit savings from faculty turnover to provide salary increments and
2 associated benefits for faculty who qualify through professional
3 development and training. To the extent general salary increase
4 funding is used to pay faculty increments, the general salary increase
5 shall be reduced by the same amount. The state board shall determine
6 the method of allocating to the community and technical colleges the
7 appropriations granted for academic employee increments, provided that
8 the amount of the appropriation attributable to the proportionate share
9 of the part-time faculty salary base shall only be accessible for
10 part-time faculty.

11 (14) \$50,000 of the general fund--state appropriation for fiscal
12 year 2008 and (~~(\$50,000)~~) \$375,000 of the general fund--state
13 appropriation for fiscal year 2009 are provided solely for higher
14 education student child care matching grants under chapter 28B.135 RCW.

15 (15) \$2,725,000 of the general fund--state appropriation for fiscal
16 year 2008 and \$2,725,000 of the general fund--state appropriation for
17 fiscal year 2009 are provided solely for administration and customized
18 training contracts through the job skills program. The state board
19 shall make an annual report by January 1st of each year to the governor
20 and to appropriate policy and fiscal committees of the legislature
21 regarding implementation of this section, listing the scope of grant
22 awards, the distribution of funds by educational sector and region of
23 the state, and the results of the partnerships supported by these
24 funds.

25 (16) \$504,000 of the general fund--state appropriation for fiscal
26 year 2009 is provided solely for 80 student FTEs in the existing four
27 applied baccalaureate degree programs at community and technical
28 colleges as authorized in chapter 28B.50 RCW.

29 (17) \$4,000,000 of the general fund--state appropriation for fiscal
30 year 2008, \$4,000,000 of the general fund--state appropriation for
31 fiscal year 2009, and \$15,000,000 of the education legacy trust
32 account--state appropriation are provided solely for implementation of
33 Second Substitute House Bill No. 1096 (postsecondary opportunities).
34 The state board shall seek additional private sector involvement and
35 support for the opportunity grants program. If the bill is not enacted
36 by June 30, 2007, the education legacy trust account--state
37 appropriation shall lapse. Remaining amounts in this subsection shall
38 be used for an opportunity grant program to provide grants covering

1 community and technical college tuition and fees for up to 45 credits
2 and books or other materials to be awarded to eligible students.
3 Program participants will earn credentials or certificates in industry-
4 defined occupations with a need for skilled employees.

5 (18) From within the funds appropriated in this section, community
6 and technical colleges shall increase salaries for employees subject to
7 the provisions of Initiative Measure No. 732 by an average of 3.7
8 percent effective July 1, 2007, and by an average of (~~2.8~~) 3.9
9 percent effective July 1, 2008.

10 (19) \$3,434,000 of the general fund--state appropriation for fiscal
11 year 2009 is provided solely for increasing salaries for employees who
12 are subject to the provisions of Initiative Measure No. 732 by an
13 average of one percent effective July 1, 2008.

14 (20) From within the funds appropriated in this section, community
15 and technical colleges shall increase salaries for exempt professional
16 staff by an average of 3.2 percent effective September 1, 2007, and by
17 an average of 2.0 percent effective September 1, 2008.

18 (21) \$1,000,000 of the general fund--state appropriation for fiscal
19 year 2009 is provided solely for competitive grants to labor,
20 management, and college partnerships to develop or expand and evaluate
21 innovative training programs for incumbent hospital workers that lead
22 to careers in nursing and other high-demand health care fields.

23 (22) \$75,000 of the general fund--state appropriation for fiscal
24 year 2009 is provided solely for the gateway center pilot project at
25 Highline community college for coaching and managing student
26 participants in the pilot program. The coach will be responsible for
27 credentials interpretation, evaluating prior learning experience,
28 ensuring licensure guidance, providing academic advising and
29 translation services, and helping establish employer relationships.

30 (23) \$115,000 of the general fund--state appropriation for fiscal
31 year 2009 is provided solely for implementation of Substitute House
32 Bill No. 2899 (adult literacy education). If the bill is not enacted
33 by June 30, 2008, the amount provided in this subsection shall lapse.

34 (24) \$1,500,000 of the general fund--state appropriation for fiscal
35 year 2009 is provided solely to support online library resources
36 throughout the community and technical college system. Funds shall be
37 used to purchase licenses for specialized periodicals, journals, and
38 books and to increase student access to library materials.

1 (25) Within the appropriations in this section sufficient funding
2 is provided to implement Engrossed Second Substitute House Bill No.
3 3306 (electronic learning).

4 (26) \$3,000,000 of the general fund--state appropriation for fiscal
5 year 2009 is provided solely for the design, development, training, and
6 related expenses associated with a joint labor/management
7 apprenticeship program established under the auspices of an
8 international union representing aerospace workers, which will include
9 but not be limited to training in composite technology. Of this
10 amount, \$2,150,000 may be used for program development, curriculum
11 development and equipment, training, and related expenses; and \$850,000
12 shall be used to support 130 enrollment slots at no more than three
13 community and technical colleges with at least one college being
14 located east of the Cascade mountains, for related supplemental
15 instruction and related expenses. The state board for community and
16 technical colleges shall select the colleges using a joint selection
17 process between the state board and the joint labor/management
18 apprenticeship program.

19 (27) \$1,178,000 of the general fund--state appropriation for fiscal
20 year 2009 is provided solely to Edmonds community college for operating
21 expenses related to leasing the employment resource center.

22 **Sec. 604.** 2007 c 522 s 604 (uncodified) is amended to read as
23 follows:

24 **FOR THE UNIVERSITY OF WASHINGTON**

25	General Fund--State Appropriation (FY 2008)	((\$373,680,000))
26		<u>\$373,726,000</u>
27	General Fund--State Appropriation (FY 2009)	((\$390,058,000))
28		<u>\$390,843,000</u>
29	General Fund--Private/Local Appropriation	\$300,000
30	Education Legacy Trust Account--State	
31	Appropriation	\$43,181,000
32	Accident Account--State Appropriation	\$6,621,000
33	Medical Aid Account--State Appropriation	\$6,448,000
34	TOTAL APPROPRIATION	((\$820,288,000))
35		<u>\$821,119,000</u>

36 The appropriations in this section are subject to the following
37 conditions and limitations:

1 (1) \$15,744,000 of the education legacy trust account--state
2 appropriation is to expand general enrollments by 625 student FTEs in
3 fiscal year 2008 and by an additional 625 student FTEs in fiscal year
4 2009. Of these, 165 FTEs in 2008 and 165 FTEs in 2009 are expected to
5 be graduate student FTEs.

6 (2) \$6,975,000 of the education legacy trust account--state
7 appropriation is to expand math and science undergraduate enrollments
8 by 250 student FTEs in each fiscal year. The programs expanded shall
9 include mathematics, engineering, and the physical sciences. The
10 university shall provide data to the office of financial management
11 that is required to track changes in enrollments, graduations, and the
12 employment of college graduates related to state investments in math
13 and science programs. Data may be provided through the public
14 centralized higher education enrollment system or through an
15 alternative means agreed to by the institutions and the office of
16 financial management.

17 (3) \$85,000 of the general fund--state appropriation for fiscal
18 year 2008 and \$85,000 of the general fund--state appropriation for
19 fiscal year 2009 are provided solely for operating support of the
20 Washington state academy of sciences, authorized by chapter 70.220 RCW.

21 (4) \$100,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$100,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for operating support of the
24 William D. Ruckelshaus center.

25 (5) \$500,000 of the education legacy trust account--state
26 appropriation is provided solely to expand the number of TRIO eligible
27 students served in the student support services program at the
28 University of Washington by 250 students each year. TRIO students
29 include low-income, first-generation, and college students with
30 disabilities. The student support services program shall report
31 annually to the office of financial management and the appropriate
32 policy and fiscal committees of the legislature on the retention and
33 completion rates of students served through this appropriation.
34 Retention rates shall continue to exceed 85 percent for TRIO students
35 in this program.

36 (6) \$84,000 of the general fund--state appropriation for fiscal
37 year 2008 and \$84,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely to establish the state
2 climatologist position.

3 (7) \$25,000 of the general fund--state appropriation for fiscal
4 year 2008 (~~is~~) and \$125,000 of the general fund--state appropriation
5 for fiscal year 2009 are provided solely for the William D. Ruckelshaus
6 center to identify and carry out, or otherwise appropriately support,
7 a process to identify issues that have led to conflict around land use
8 requirements and property rights, and explore practical and effective
9 ways to resolve or reduce that conflict. A report with conclusions and
10 recommendations shall be submitted to the governor and the chairs of
11 the appropriate committees of the legislature by October 31, 2007.
12 Work will continue after the submission of the initial report, to
13 include continuing research and the development of financial and policy
14 options and a progress report on fact finding efforts and stakeholder
15 positions due December 1, 2008.

16 (8) \$3,830,000 of the education legacy trust account--state
17 appropriation is provided solely to expand health sciences capacity at
18 the University of Washington. Consistent with the medical and dental
19 school extension program appropriations at Washington State University
20 and Eastern Washington University, funding is provided to expand
21 classes at the University of Washington. Medical and dental students
22 shall take the first year of courses for this program at the Riverpoint
23 campus in Spokane and the second year of courses at the University of
24 Washington in Seattle.

25 (9) The higher education coordinating board, the office of
26 financial management, and the higher education institutions negotiated
27 a set of performance measures, checkpoints, and targets in 2006. By
28 July 31, 2007, the university and the board shall review and revise
29 these targets based on per-student funding in the 2007-09
30 appropriations act. In addition, the board shall compile comparable
31 data from peer institutions in the eight global challenge states
32 identified in the Washington Learns study.

33 The checkpoints previously agreed by the board and the University
34 of Washington are enumerated as follows:

35 (a) Increase the combined number of baccalaureate degrees conferred
36 per year at all campuses to 8,850;

37 (b) Increase the combined number of high-demand baccalaureate
38 degrees conferred at all campuses per year to 1,380;

1 (c) Increase the combined number of advanced degrees conferred per
2 year at all campuses to 3,610;

3 (d) Improve the six-year graduation rate for baccalaureate students
4 to 74.7 percent;

5 (e) Improve the three-year graduation rate for students who
6 transfer with an associates degree to 76.0 percent;

7 (f) Improve the freshman retention rate to 93.0 percent;

8 (g) Improve time to degree for baccalaureate students to 92 percent
9 at the Seattle campus and 92.5 percent at the Bothell and Tacoma
10 campuses, measured by the percent of admitted students who graduate
11 within 125 percent of the credits required for a degree; and

12 (h) The institution shall provide a report on Pell grant
13 recipients' performance within each of the measures included in this
14 subsection.

15 The University of Washington shall report its progress and ongoing
16 efforts toward meeting the provisions of this section to the higher
17 education coordinating board prior to November 1, 2009.

18 (10) \$750,000 of the education legacy trust account appropriation
19 is provided solely to increase participation in international learning
20 opportunities, particularly for students with lower incomes who would
21 otherwise not have the chance to study, work, or volunteer outside the
22 United States.

23 (11) \$75,000 of the general fund--state appropriation for fiscal
24 year 2008 and \$75,000 of the general fund--state appropriation for
25 fiscal year 2009 are provided solely for forestry research by the
26 Olympic natural resources center.

27 (12) \$25,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$25,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely for coastal marine research by the
30 Olympic natural resources center.

31 (13) \$95,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$30,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely for increased education, training,
34 and support services for the families of children with autism, and for
35 the production and distribution of digital video discs in both English
36 and Spanish about strategies for working with people with autism.

37 (14) \$2,900,000 of the general fund--state appropriation for fiscal

1 year 2008 and \$3,400,000 of the general fund--state appropriation for
2 fiscal year 2009 are provided solely for operating support for the
3 department of global health.

4 (15) In an effort to introduce students to and inform students of
5 post-secondary opportunities in Washington state, by October 1st of
6 each year the university shall report to the higher education
7 coordinating board progress towards developing and implementing
8 outreach programs designed to increase awareness of higher education to
9 K-12 populations.

10 (16) \$150,000 of the general fund--state appropriation for fiscal
11 year 2008 is provided solely for the rural technology initiative
12 (initiative) at the University of Washington and the transportation
13 research group (group) at the Washington State University to conduct an
14 economic analysis of the costs to safely provide log hauling services.
15 The initiative will be the lead investigator and administer the
16 project. Neither the University of Washington nor the Washington State
17 University may make a deduction for administrative costs. The project
18 shall rely upon the Washington state patrol for determination of basic
19 safe characteristics, consistent with applicable state and federal law.
20 The analysis shall include:

21 (a) An estimate of log haulers' cost to operate and maintain a
22 basic and safe log truck without operator including:

23 (i) Variable costs such as fuel, etc;

24 (ii) Quasi-variable costs such as:

25 (A) Tires, brakes, wrappers, and other safety related equipment;

26 (B) Vehicle insurance, taxes, fees, etc;

27 (C) Maintenance costs such as oil, lubrication, and minor repairs;

28 and

29 (D) Depreciation and replacement costs;

30 (b) The source of these cost estimates where possible should be
31 independent vendors of equipment and services or already existing
32 studies;

33 (c) A calculation of costs for safe operation expressed as per
34 mile, hour or load volume including consideration for regional
35 differences as well as off-road vs. on-road;

36 (d) An evaluation of comparable trucking services; and

37 (e) A review of log truck safety statistics in Washington state.

1 In conducting the analysis, the initiative shall consult with the
2 northwest log truckers cooperative, the Washington trucking
3 association, the Washington contract loggers association, the
4 Washington farm forestry association, and the Washington forest
5 protection association. By June 30, 2008, the initiative shall provide
6 a report of its findings to the legislature and governor and distribute
7 the findings to interested industry groups.

8 (17) \$500,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$500,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely to the Burke museum to support
11 science and social science educational programs including public
12 outreach programs, new educational programs and resources, web-based
13 interactive learning experiences, teacher training, and traveling
14 educational opportunities.

15 (18) \$150,000 of the general fund--state appropriation for fiscal
16 year 2008 and (~~(\$150,000)~~) \$300,000 of the general fund--state
17 appropriation for fiscal year 2009 are provided solely to the institute
18 for learning and brain sciences.

19 (19) \$30,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$30,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely for the University of Washington
22 to gather data and conduct research associated with preparing the
23 basin-wide assessment and to solicit nominations for review and
24 submittal to the Washington academy of sciences for the creation of the
25 Puget Sound science panel pursuant to Engrossed Second Substitute
26 Senate Bill No. 5372 (Puget Sound partnership).

27 (20)(a) \$500,000 of the general fund--state appropriation for
28 fiscal year 2008 is provided solely for the University of Washington
29 school of law loan repayment assistance program endowment fund. The
30 University of Washington shall conduct fund-raising activities to
31 increase private sector support of the endowment program and \$250,000
32 of the appropriation in this subsection is contingent on a private
33 sector match. Funds in the law school repayment assistance program
34 endowment fund shall be used to provide graduates who pursue careers in
35 public interest legal positions with payment assistance toward their
36 student loan debt.

37 (b) The University of Washington law school shall report to the

1 legislature by December 1, 2010, information about the loan repayment
2 assistance program. The report shall contain at least the following
3 information:

4 (i) A financial summary of the endowment program;

5 (ii) The number of individuals receiving assistance from the
6 program and information related to the positions in which these
7 individuals are working;

8 (iii) Any available information regarding the effect of the loan
9 repayment assistance program on student recruitment and enrollment; and

10 (iv) Other information the school of law deems relevant to the
11 evaluation of the program.

12 (c) In its rules for administering the program, the school of law
13 must make provision for cases of hardship or exceptional circumstances,
14 as defined by the school of law. Examples of such circumstances
15 include, but are not limited to, family leave, medical leave, illness
16 or disability, and loss of employment.

17 (d) The loan repayment assistance program must be available to
18 otherwise eligible graduates of the law school who work in positions
19 with nonprofit organizations or government agencies. Such positions
20 must be located within Washington state. Government agencies shall
21 include the various branches of the military.

22 (21) \$54,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$54,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely for the University of Washington
25 geriatric education center to develop a voluntary adult family home
26 certification program. In addition to the minimum qualifications
27 required under RCW 70.128.120, individuals participating in the
28 voluntary adult family home certification program shall complete fifty-
29 two hours of class requirements as established by the University of
30 Washington geriatric education center. Individuals completing the
31 requirements of RCW 70.128.120 and the voluntary adult family home
32 certification program shall be issued a certified adult family home
33 license by the department of social and health services. The
34 department of social and health services shall adopt rules implementing
35 the provisions of this subsection.

36 (22) \$22,000 of the general fund--state appropriation for fiscal
37 year 2008 and \$97,000 of the general fund--state appropriation for
38 fiscal year 2009 are provided solely for the William D. Ruckelshaus

1 center for implementation of section 5 of Engrossed Second Substitute
2 House Bill No. 3123 (nurse staffing). If section 5 of the bill is not
3 enacted by June 30, 2008, the amount provided in this subsection shall
4 lapse.

5 (23) \$100,000 of the general fund--state appropriation for fiscal
6 year 2009 is provided solely for an academic plan for an additional
7 branch campus to be located in the Snohomish/Island/Skagit county area
8 as directed in House Bill No. 2548 (UW at Everett). Top priorities for
9 the campus include expansion of upper division capacity for transfer
10 students and graduate students in high demand programs, with a
11 particular focus on science, technology, and engineering. The campus
12 may offer lower division courses linked to specific majors in fields
13 not addressed at local community colleges. The campus may also
14 directly admit freshmen and sophomores gradually and deliberately in
15 accordance with a campus plan to be submitted to the higher education
16 coordinating board. The academic plan is due to the legislature by
17 June 1, 2009.

18 (24) \$88,000 of the general fund--state appropriation for fiscal
19 year 2009 is provided solely for the university to increase mental
20 health professional staff by one full-time equivalent employee.

21 (25) \$200,000 of the general fund--state appropriation for fiscal
22 year 2009 is provided solely for the marine sciences program to
23 continue studying the impacts to biota in Hood Canal from low dissolved
24 oxygen.

25 **Sec. 605.** 2007 c 522 s 605 (uncodified) is amended to read as
26 follows:

27 **FOR WASHINGTON STATE UNIVERSITY**

28 General Fund--State Appropriation (FY 2008)	(\$231,382,000)
29	<u>\$232,201,000</u>
30 General Fund--State Appropriation (FY 2009)	(\$240,898,000)
31	<u>\$242,213,000</u>
32 Education Legacy Trust Account--State	
33 Appropriation	\$33,884,000
34 Pension Funding Stabilization Account	
35 Appropriation	\$2,450,000
36 TOTAL APPROPRIATION	(\$508,614,000)
37	<u>\$510,748,000</u>

1 The appropriations in this section are subject to the following
2 conditions and limitations:

3 (1) \$5,315,000 of the education legacy trust account--state
4 appropriation is to expand general enrollments by 290 student FTEs in
5 fiscal year 2008 and by an additional 300 student FTEs in fiscal year
6 2009.

7 (2) \$3,525,000 of the education legacy trust account--state
8 appropriation is to expand math and science enrollments by 65 student
9 FTEs in fiscal year 2008, and by an additional 90 FTE students in
10 fiscal year 2009, of which 15 FTEs in each fiscal year are expected to
11 be graduate enrollments. The programs expanded shall include
12 mathematics, engineering, and the physical sciences. Fifty student
13 FTEs in each year will be shifted from general enrollments to high-
14 demand, high-cost fields, and thus do not affect the enrollment levels
15 listed in section 602 of this act. The university shall provide data
16 to the office of financial management regarding math and science
17 enrollments, graduations, and the employment of college graduates
18 related to state investments in math and science programs. Data may be
19 provided through the public centralized higher education enrollment
20 system or through an alternative means agreed to by the institutions
21 and the office of financial management.

22 (3) \$2,356,000 of the education legacy trust account appropriation
23 is to expand bachelors-level, masters-level, and PhD enrollment at the
24 Tri-Cities and Spokane campuses by 45 FTE students in fiscal year 2008,
25 and by an additional 40 FTEs in fiscal year 2009.

26 (4) \$2,000,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$2,000,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely for research and commercialization
29 in bio-products and bio-fuels. Of this amount, \$2,000,000 shall be
30 targeted at the development of new crops to be used in the bio-products
31 facility at WSU-Tri-Cities. The remainder shall be used for research
32 into new bio-products created from agricultural waste to be conducted
33 in the Tri-Cities in a joint program between Washington State
34 University and Pacific Northwest national laboratories.

35 (5) \$500,000 of the education legacy trust account--state
36 appropriation is provided solely to expand the number of TRIO eligible
37 students served in the student support services program at Washington
38 State University by 250 students each year. TRIO students include

1 low-income, first-generation, and college students with disabilities.
2 The student support services program shall report annually to the
3 office of financial management and the appropriate policy and fiscal
4 committees of the legislature on the retention and completion rates of
5 students served through this appropriation. Retention rates shall
6 continue to exceed 85 percent for TRIO students in this program.

7 (6) \$1,500,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$1,500,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely to promote the development of the
10 Spokane-based applied sciences laboratory into a strong,
11 self-sustaining research organization. The state funds shall be used
12 to recruit and retain at least three senior research scientists; to
13 employ business development and administrative personnel; and to
14 establish and equip facilities for computational modeling and for
15 materials and optical characterization.

16 (7) \$85,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$85,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely for operating support of the
19 Washington state academy of sciences, under chapter 70.220 RCW.

20 (8) \$100,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$100,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely for operating support of the
23 William D. Ruckelshaus center.

24 (9) \$25,000 of the general fund--state appropriation for fiscal
25 year 2008 (~~is~~) and \$175,000 of the general fund--state appropriation
26 for fiscal year 2009 are provided solely for the William D. Ruckelshaus
27 center to identify and carry out, or otherwise appropriately support,
28 a process to identify issues that have led to conflict around land use
29 requirements and property rights, and explore practical and effective
30 ways to resolve or reduce that conflict. A report with conclusions and
31 recommendations shall be submitted to the governor and the chairs of
32 the appropriate committees of the legislature by October 31, 2007.
33 Work will continue after the submission of the initial report, to
34 include continuing research and the development of financial and policy
35 options and a progress report on fact finding efforts and stakeholder
36 positions due December 1, 2008.

37 (10) \$6,360,000 of the education legacy trust account--state
38 appropriation is provided solely to expand health sciences offerings in

1 Spokane. The university shall enroll 20 student FTEs in fiscal year
2 2009 in a University of Washington medical school extension program at
3 the Riverpoint campus of WSU in Spokane. Students shall take the first
4 year of courses for this program at the Riverpoint campus in Spokane,
5 and shall do their clinical rotations and other upper level training in
6 the inland northwest.

7 (11) \$1,000,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$1,000,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely for start-up and ongoing operation
10 of the Vancouver campus-based electrical engineering program.

11 (12) The higher education coordinating board, the office of
12 financial management, and the higher education institutions negotiated
13 a set of performance measures, checkpoints, and targets in 2006. By
14 July 31, 2007, the university and the board shall review and revise
15 these targets based on per-student funding in the 2007-09
16 appropriations act. In addition, the board shall compile comparable
17 data from peer institutions in the eight global challenge states
18 identified in the Washington Learns study.

19 The checkpoints previously agreed by the board and the Washington
20 State University are enumerated as follows:

21 (a) Increase the combined number of baccalaureate degrees conferred
22 per year at all campuses to 4,170;

23 (b) Increase the combined number of high-demand baccalaureate
24 degrees conferred at all campuses per year to 630;

25 (c) Increase the combined number of advanced degrees conferred per
26 year at all campuses to 1,090;

27 (d) Improve the six-year graduation rate for baccalaureate students
28 to 63.2 percent;

29 (e) Improve the three-year graduation rate for students who
30 transfer with an associates degree to 65.4 percent;

31 (f) Improve the freshman retention rate to 84.8 percent;

32 (g) Improve time to degree for baccalaureate students to 92
33 percent, measured by the percent of admitted students who graduate
34 within 125 percent of the credits required for a degree; and

35 (h) The institution shall provide a report on Pell grant
36 recipients' performance within each of the measures included in this
37 section.

1 The Washington State University shall report its progress and
2 ongoing efforts toward meeting the provisions of this section to the
3 higher education coordinating board prior to November 1, 2009.

4 (13) In an effort to introduce students to and inform students of
5 post-secondary opportunities in Washington state, by October 1st of
6 each year the university shall report to the higher education
7 coordinating board progress towards developing and implementing
8 outreach programs designed to increase awareness of higher education to
9 K-12 populations.

10 (14) \$3,000,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$3,000,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided solely to support the unified agriculture
13 initiative at Washington State University. Funds are provided for
14 competitive agriculture grant funds, of which \$400,000 is provided for
15 biological intensive and organic agriculture grants; for operating and
16 program support for the university's research and extension centers, of
17 which \$735,000 is for maintenance and operations support for the Mount
18 Vernon research facility; and for positions to fill research gaps in
19 the development of value-added agricultural products and economically
20 and environmentally sustainable food production.

21 (15) \$75,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$75,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for support of basic operations
24 and research at the university's grizzly bear study center.

25 (16) \$75,000 of the general fund--state appropriation for fiscal
26 year 2008 and \$75,000 of the general fund--state appropriation for
27 fiscal year 2009 are provided solely for the energy development center
28 to establish certification standards and to process applications for
29 renewable energy cost recovery incentives, as provided in chapters 300
30 and 301, Laws of 2005.

31 (17) \$30,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$30,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely for Washington State University to
34 gather data and conduct research associated with preparing the basin-
35 wide assessment and to solicit nominations for review and submittal to
36 the Washington academy of sciences for the creation of the Puget Sound
37 science panel pursuant to Engrossed Second Substitute Senate Bill No.
38 5372 (Puget Sound partnership).

1 (18) \$10,000 of the general fund--state appropriation for fiscal
 2 year 2008 and \$40,000 of the general fund--state appropriation for
 3 fiscal year 2009 are provided solely for the William D. Ruckelshaus
 4 center for implementation of section 5 of Engrossed Second Substitute
 5 House Bill No. 3123 (nurse staffing). If section 5 of the bill is not
 6 enacted by June 30, 2008, the amounts provided in this subsection shall
 7 lapse.

8 (19) \$77,000 of the general fund--state appropriation for fiscal
 9 year 2009 is provided solely for the university to increase mental
 10 health professional staff by one full-time equivalent employee.

11 (20) \$160,000 of the general fund--state appropriation for fiscal
 12 year 2009 is provided solely for administrative resources and personnel
 13 necessary for the implementation of Substitute House Bill No. 2963 (WSU
 14 collective bargaining). If the bill is not enacted by June 30, 2008,
 15 the amount provided in this subsection shall lapse.

16 **Sec. 606.** 2007 c 522 s 606 (uncodified) is amended to read as
 17 follows:

18 **FOR EASTERN WASHINGTON UNIVERSITY**

19	General Fund--State Appropriation (FY 2008)	((\$48,907,000))
20		<u>\$48,911,000</u>
21	General Fund--State Appropriation (FY 2009)	((\$50,736,000))
22		<u>\$50,825,000</u>
23	Education Legacy Trust Account--State	
24	Appropriation	\$14,753,000
25	Pension Funding Stabilization Account	
26	Appropriation	\$4,758,000
27	TOTAL APPROPRIATION	((\$119,154,000))
28		<u>\$119,247,000</u>

29 The appropriations in this section are subject to the following
 30 conditions and limitations:

31 (1) \$930,000 of the education legacy trust account--state
 32 appropriation is to expand general enrollments by 130 student FTEs in
 33 fiscal year 2009. Of these, 30 FTEs in 2009 are expected to be
 34 graduate student FTEs.

35 (2) \$1,170,000 of the education legacy trust account--state
 36 appropriation is to expand high-demand undergraduate enrollments by 50
 37 student FTEs in each fiscal year. The programs expanded shall include,

1 but are not limited to, mathematics, engineering, and health sciences.
2 The university shall provide data to the office of financial management
3 that is required to track changes in enrollments, graduations, and the
4 employment of college graduates related to state investments in
5 high-demand enrollment programs. Data may be provided through the
6 public centralized higher education enrollment system or through an
7 alternative means agreed to by the institutions and the office of
8 financial management.

9 (3) \$500,000 of the education legacy trust account--state
10 appropriation is provided solely to expand the number of TRIO eligible
11 students served in the student support services program at Eastern
12 Washington University by 250 students each year. TRIO students include
13 low-income, first-generation, and college students with disabilities.
14 The student support services program shall report annually to the
15 office of financial management and the appropriate policy and fiscal
16 committees of the legislature on the retention and completion rates of
17 students served through this appropriation. Retention rates shall
18 continue to exceed 85 percent for TRIO students in this program.

19 (4) \$1,021,000 of the education legacy trust account--state
20 appropriation is provided solely for the RIDE program. The program
21 shall enroll eight student FTEs in the University of Washington school
22 of dentistry in fiscal year 2009. Students shall take the first year
23 of courses for this program at the Riverpoint campus in Spokane, and
24 their second and third years at the University of Washington school of
25 dentistry.

26 (5) The higher education coordinating board, the office of
27 financial management, and the higher education institutions negotiated
28 a set of performance measures, checkpoints, and targets in 2006. By
29 July 31, 2007, the university and the board shall review and revise
30 these targets based on per-student funding in the 2007-09
31 appropriations act. In addition, the board shall compile comparable
32 data from peer institutions in the eight global challenge states
33 identified in the Washington Learns study.

34 The checkpoints previously agreed by the board and the Eastern
35 Washington University are enumerated as follows:

36 (a) Increase the number of baccalaureate degrees conferred per year
37 to 2035;

- 1 (b) Increase the number of high-demand baccalaureate degrees
 2 conferred per year to 405;
- 3 (c) Increase the number of advanced degrees conferred per year at
 4 all campuses to 550;
- 5 (d) Improve the six-year graduation rate for baccalaureate students
 6 to 50.0 percent;
- 7 (e) Improve the three-year graduation rate for students who
 8 transfer with an associates degree to 61.0 percent;
- 9 (f) Improve the freshman retention rate to 76.0 percent;
- 10 (g) Improve time to degree for baccalaureate students to 81.0
 11 percent, measured by the percent of admitted students who graduate
 12 within 125 percent of the credits required for a degree; and
- 13 (h) The institution shall provide a report on Pell grant
 14 recipients' performance within each of the measures included in this
 15 section.

16 Eastern Washington University shall report its progress and ongoing
 17 efforts toward meeting the provisions of this section to the higher
 18 education coordinating board prior to November 1, 2009.

19 (6) In an effort to introduce students to and inform students of
 20 post-secondary opportunities in Washington state, by October 1st of
 21 each year the university shall report to the higher education
 22 coordinating board progress towards developing and implementing
 23 outreach programs designed to increase awareness of higher education to
 24 K-12 populations.

25 (7) \$85,000 of the general fund--state appropriation for fiscal
 26 year 2009 is provided solely for the university to increase mental
 27 health professional staff by one full-time equivalent employee.

28 **Sec. 607.** 2007 c 522 s 607 (uncodified) is amended to read as
 29 follows:

30 **FOR CENTRAL WASHINGTON UNIVERSITY**

31 General Fund--State Appropriation (FY 2008)	((\$47,326,000))
	<u>\$47,691,000</u>
33 General Fund--State Appropriation (FY 2009)	((\$49,539,000))
	<u>\$50,296,000</u>
35 Education Legacy Trust Account--State	
36 Appropriation	\$16,219,000
37 Pension Funding Stabilization Account	

1	Appropriation	\$4,330,000
2	TOTAL APPROPRIATION	((\$117,414,000))
3		<u>\$118,536,000</u>

4 The appropriations in this section are subject to the following
5 conditions and limitations:

6 (1) \$2,474,000 of the education legacy trust account--state
7 appropriation is to increase general enrollments by 70 FTE students in
8 fiscal year 2008 and by an additional 211 FTE enrollments in fiscal
9 year 2009. At least 30 of the additional fiscal year 2009 enrollments
10 are expected to be graduate students.

11 (2) \$1,816,000 of the education legacy trust account--state
12 appropriation for fiscal year 2008 is to increase math and science
13 enrollments by 105 FTE students in fiscal year 2008 and by an
14 additional 89 FTE students in fiscal year 2009. The university shall
15 provide data to the office of financial management regarding math and
16 science enrollments, graduations, and employment of college graduates
17 related to state investments in math and science enrollment programs.
18 Data may be provided through the centralized higher education
19 enrollment system or through an alternative means agreed to by the
20 institutions and the office of financial management.

21 (3) \$1,801,000 of the education legacy trust account--state
22 appropriation is to increase high-demand undergraduate enrollments by
23 85 student FTEs in fiscal year 2008 and by an additional 70 FTE
24 students in fiscal year 2009. The programs expanded shall include, but
25 are not limited to, bilingual education and information technology.
26 The university shall provide data to the office of financial management
27 that is required to track changes in enrollments, graduations, and the
28 employment of college graduates related to state investments in high-
29 demand enrollment programs. Data may be provided through the public
30 centralized higher education enrollment system or through an
31 alternative means agreed to by the institutions and the office of
32 financial management.

33 (4) \$500,000 of the education legacy trust account--state
34 appropriation is provided solely to expand the number of TRIO eligible
35 students served in the student support services program at Central
36 Washington University by 250 students each year. TRIO students include
37 low-income, first-generation, and college students with disabilities.
38 The student support services program shall report annually to the

1 office of financial management and the appropriate policy and fiscal
2 committees of the legislature on the retention and completion rates of
3 students served through this appropriation. Retention rates shall
4 continue to exceed 85 percent for TRIO students in this program.

5 (5) The higher education coordinating board, the office of
6 financial management, and the higher education institutions negotiated
7 a set of performance measures, checkpoints, and targets in 2006. By
8 July 31, 2007, the university and the board shall review and revise
9 these targets based on per-student funding in the 2007-09
10 appropriations act. In addition, the board shall compile comparable
11 data from peer institutions in the eight global challenge states
12 identified in the Washington Learns study.

13 The checkpoints previously agreed by the board and the Central
14 Washington University are enumerated as follows:

15 (a) Increase the number of baccalaureate degrees conferred per year
16 to 2,050;

17 (b) Increase the number of high-demand baccalaureate degrees
18 conferred per year to 49;

19 (c) Increase the number of advanced degrees conferred per year at
20 all campuses to 196;

21 (d) Improve the six-year graduation rate for baccalaureate students
22 to 51.1 percent;

23 (e) Improve the three-year graduation rate for students who
24 transfer with an associates degree to 72.3 percent;

25 (f) Improve the freshman retention rate to 78.2 percent;

26 (g) Improve time to degree for baccalaureate students to 86.6
27 percent, measured by the percent of admitted students who graduate
28 within 125 percent of the credits required for a degree; and

29 (h) The institution shall provide a report on Pell grant
30 recipients' performance within each of the measures included in this
31 section.

32 Central Washington University shall report its progress and ongoing
33 efforts toward meeting the provisions of this section to the higher
34 education coordinating board prior to November 1, 2009.

35 (6) \$500,000 of the education legacy trust account appropriation is
36 provided solely to implement Engrossed Substitute House Bill No. 1497
37 (Central Washington University operating fee waivers). If the bill is
38 not enacted by June 30, 2007, this appropriation shall lapse.

1 (7) In an effort to introduce students to and inform students of
2 post-secondary opportunities in Washington state, by October 1st of
3 each year the university shall report to the higher education
4 coordinating board progress towards developing and implementing
5 outreach programs designed to increase awareness of higher education to
6 K-12 populations.

7 (8) \$80,000 of the general fund--state appropriation for fiscal
8 year 2009 is provided solely for the university to increase mental
9 health professional staff by one full-time equivalent employee.

10 **Sec. 608.** 2007 c 522 s 608 (uncodified) is amended to read as
11 follows:

12 **FOR THE EVERGREEN STATE COLLEGE**

13	General Fund--State Appropriation (FY 2008)	((\$29,744,000))
14		<u>\$29,747,000</u>
15	General Fund--State Appropriation (FY 2009)	((\$30,057,000))
16		<u>\$30,378,000</u>
17	Education Legacy Trust Account--State	
18	Appropriation	\$4,758,000
19	TOTAL APPROPRIATION	((\$64,559,000))
20		<u>\$64,883,000</u>

21 The appropriations in this section are subject to the following
22 conditions and limitations:

23 (1) \$562,000 of the education legacy trust account--state
24 appropriation is to expand upper division math and science enrollments
25 by 22 student FTEs in fiscal year 2008 and by an additional 28 student
26 FTEs in fiscal year 2009.

27 (2) \$260,000 of the education legacy trust account--state
28 appropriation for fiscal year 2009 is for 20 student FTE graduate
29 enrollments in the masters in education program.

30 (3) \$500,000 of the education legacy trust account--state
31 appropriation is provided solely to expand the number of TRIO eligible
32 students served in the student support services program at The
33 Evergreen State College by 250 students each year. TRIO students
34 include low-income, first-generation, and college students with
35 disabilities. The student support services program shall report
36 annually to the office of financial management and the appropriate
37 policy and fiscal committees of the legislature on the retention and

1 completion rates of students served through this appropriation.
2 Retention rates shall continue to exceed 80 percent for students served
3 in this program, with a goal of reaching a retention rate in excess of
4 85 percent.

5 (4) \$614,000 of the education legacy trust account appropriation is
6 provided solely to increase the number and value of tuition waivers
7 awarded to state-supported students.

8 (5) The higher education coordinating board, the office of
9 financial management, and the higher education institutions negotiated
10 a set of performance measures, checkpoints, and targets in 2006. By
11 July 31, 2007, the college and the board shall review and revise these
12 targets based on per-student funding in the 2007-09 appropriations act.
13 In addition, the board shall compile comparable data from peer
14 institutions in the eight global challenge states identified in the
15 Washington Learns study.

16 The checkpoints previously agreed by the board and The Evergreen
17 State College are enumerated as follows:

18 (a) Increase the number of baccalaureate degrees conferred per year
19 to 1182;

20 (b) Increase the number of advanced degrees conferred per year at
21 all campuses to 92;

22 (c) Improve the six-year graduation rate for baccalaureate students
23 to 57.0 percent;

24 (d) Improve the three-year graduation rate for students who
25 transfer with an associates degree to 72.8 percent;

26 (e) Improve the freshman retention rate to 73.9 percent;

27 (f) Improve time to degree for baccalaureate students to 97.0
28 percent, measured by the percent of admitted students who graduate
29 within 125 percent of the credits required for a degree; and

30 (g) The institution shall provide a report on Pell grant
31 recipients' performance within each of the measures included in this
32 section.

33 The Evergreen State College shall report its progress and ongoing
34 efforts toward meeting the provisions of this section to the higher
35 education coordinating board prior to November 1, 2009.

36 (6) In an effort to introduce students to and inform students of
37 post-secondary opportunities in Washington state, by October 1st of
38 each year the university shall report to the higher education

1 coordinating board progress towards developing and implementing
2 outreach programs designed to increase awareness of higher education to
3 K-12 populations.

4 (7) \$435,000 of the general fund--state appropriation for fiscal
5 year 2008 is provided solely for the Washington state institute for
6 public policy (WSIPP) to assist the joint task force on basic education
7 finance created pursuant to Engrossed Second Substitute Senate Bill No.
8 5627 (requiring a review and development of basic education funding).
9 The institute shall assist the joint task force in a review of the
10 definition of basic education and the development of options for a new
11 funding structure for K-12 public schools. (~~If the bill is not~~
12 ~~enacted by June 30, 2007, the amount provided in this subsection shall~~
13 ~~lapse.~~) The task force on basic education as created in chapter 399,
14 Laws of 2007 shall consider the ruling of the King County Superior
15 Court in the matter of *Federal Way School District v. The State of*
16 *Washington* in developing recommendations for a new basic education
17 school finance formula. The task force's major structural
18 recommendations shall be submitted prior to the 2009 legislative
19 session for consideration during the 2009 legislative session. The
20 recommendations should include proposals that directly address the
21 issue of equity in salary allocations in the new school finance
22 formula.

23 (8) \$180,000 of the general fund--state appropriation for fiscal
24 year 2008 and \$180,000 of the general fund--state appropriation for
25 fiscal year 2009 are provided solely for the Washington state institute
26 for public policy to study the program effectiveness and cost-benefit
27 of state-funded programs that meet the criteria of evidence-based
28 programs and practices, and emerging best practice/promising practice,
29 as defined in RCW 71.24.025 (12) and (13) for adult offenders in the
30 department of corrections, and juvenile offenders under state and local
31 juvenile authority.

32 (9) \$75,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$75,000 of the general fund--state appropriation for
34 fiscal year 2009 are provided solely for the Washington state institute
35 for public policy to evaluate the effectiveness of current methods for
36 screening and treating depression in women who receive temporary
37 assistance for needy families (TANF), and to make recommendations for
38 their improvement.

1 (10) \$133,000 of the general fund--state appropriation for fiscal
2 year 2008 is provided solely to implement Substitute House Bill No.
3 1472 (child welfare). If the bill is not enacted by June 30, 2007, the
4 amount provided in this subsection shall lapse.

5 (11) Notwithstanding other provisions in this section, the
6 Washington state institute for public policy may adjust due dates for
7 projects included on the institute's 2007-09 workplan as necessary to
8 efficiently manage workload.

9 (12) \$19,000 of the general fund--state appropriation for fiscal
10 year 2009 is provided solely for the Washington state institute for
11 public policy (WSIPP) to (a) conduct a national review of state
12 programs for youth transitioning out of foster care and analyze state
13 policies on eligibility requirements for continued foster care, age
14 thresholds for transition services, types of services provided, and use
15 of state funds to supplement federal moneys; and (b) survey foster
16 youth and foster parents in Washington regarding how well current
17 services are meeting the needs of youth transitioning out of foster
18 care to independence. The institute shall issue a preliminary report
19 by September 1, 2008, with a final report by December 31, 2008.

20 (13) \$69,000 of the general fund--state appropriation for fiscal
21 year 2009 is provided solely for the Washington state institute for
22 public policy (WSIPP) to conduct an adult literacy study pursuant to
23 Substitute House Bill No. 2899 (adult literacy education). If the bill
24 is not enacted by June 30, 2008, the amount provided in this subsection
25 shall lapse.

26 (14) \$85,000 of the general fund--state appropriation for fiscal
27 year 2009 is provided solely for the college to increase mental health
28 professional staff by one full-time equivalent employee.

29 (15) \$45,000 of the general fund--state appropriation for fiscal
30 year 2009 is provided solely for the Washington state institute for
31 public policy (WSIPP) for implementation of Second Substitute House
32 Bill No. 3121 (construction industry). If the bill is not enacted by
33 June 30, 2008, the amount provided in this subsection shall lapse.

34 (16) \$100,000 of the general fund--state appropriation for fiscal
35 year 2009 is provided solely for the Washington state institute for
36 public policy to review and analyze teacher preparation in Washington
37 state and identify possible strategies for improving the effectiveness
38 of future teachers through:

1 (a) Strengthening the essential competencies and knowledge for
2 initial teacher certification and reducing unnecessary or lower
3 priority requirements;

4 (b) Increasing program capacity and degree production in high-
5 demand subject areas;

6 (c) Enhancing the state's accountability for teacher preparation;
7 and

8 (d) Identifying barriers that constrain programs in the preparation
9 of effective teachers.

10 The institute shall also design a rigorous study of the
11 relationship between teacher effectiveness and teacher preparation
12 programs. The institute shall submit a preliminary report to the
13 education committees of the legislature by December 1, 2008, including
14 the study design, and a final report by December 1, 2009.

15 **Sec. 609.** 2007 c 522 s 609 (uncodified) is amended to read as
16 follows:

17 **FOR WESTERN WASHINGTON UNIVERSITY**

18	General Fund--State Appropriation (FY 2008)	((\$66,716,000))
19		<u>\$66,774,000</u>
20	General Fund--State Appropriation (FY 2009)	((\$69,917,000))
21		<u>\$70,682,000</u>
22	Education Legacy Trust Account--State	
23	Appropriation	\$11,845,000
24	TOTAL APPROPRIATION	((\$148,478,000))
25		<u>\$149,301,000</u>

26 The appropriations in this section are subject to the following
27 conditions and limitations:

28 (1) \$281,000 of the education legacy trust account--state
29 appropriation is to expand math and science enrollments by 8 student
30 FTEs in fiscal year 2008 and by an additional 8 student FTEs in fiscal
31 year 2009. Programs expanded include cell and molecular biology. The
32 university shall provide data to the office of financial management
33 regarding math and science enrollments, graduations, and the employment
34 of college graduates related to state investments in math and science
35 enrollment programs. Data may be provided through the public
36 centralized higher education enrollment system or through an

1 alternative means agreed to by the institutions and the office of
2 financial management.

3 (2) \$4,013,000 of the education legacy trust account--state
4 appropriation is to expand general enrollments by 235 student FTEs in
5 fiscal year 2008 and by an additional 130 student FTEs in fiscal year
6 2009. Of these, 24 FTEs in each fiscal year are expected to be
7 graduate student FTEs.

8 (3) \$920,000 of the education legacy trust account--state
9 appropriation is to expand high demand enrollments by 50 FTE students
10 in fiscal year 2008 and by an additional 15 FTE students in fiscal year
11 2009. Programs expanded include early childhood education and teaching
12 English as a second language. The university shall provide data to the
13 office of financial management regarding high-demand enrollments,
14 graduations, and employment of college graduates related to state
15 investments in high demand enrollment programs. Data may be provided
16 through the centralized higher education enrollment system or through
17 an alternative means agreed to by the institutions and the office of
18 financial management.

19 (4) \$500,000 of the education legacy trust account--state
20 appropriation is provided solely to expand the number of low-income and
21 first-generation students served in the student outreach services
22 program at Western Washington University by 500 students over the
23 biennium. The student outreach services program shall report annually
24 to the office of financial management and the appropriate policy and
25 fiscal committees of the legislature on the retention and completion
26 rates of students served through this appropriation. Retention rates
27 shall continue to exceed 80 percent for students served in this
28 program, with a goal of reaching a retention rate in excess of 85
29 percent.

30 (5) The higher education coordinating board, the office of
31 financial management, and the higher education institutions negotiated
32 a set of performance measures, checkpoints, and targets in 2006. By
33 July 31, 2007, the university and the board shall review and revise
34 these targets based on per-student funding in the 2007-09
35 appropriations act. In addition, the board shall compile comparable
36 data from peer institutions in the eight global challenge states
37 identified in the Washington Learns study.

1 The checkpoints previously agreed by the board and the Western
2 Washington University are enumerated as follows:

3 (a) Increase the number of baccalaureate degrees conferred per year
4 to 2,968;

5 (b) Increase the number of high-demand baccalaureate degrees
6 conferred per year to 371;

7 (c) Increase the number of advanced degrees conferred per year at
8 all campuses to 375;

9 (d) Improve the six-year graduation rate for baccalaureate students
10 to 62.8 percent;

11 (e) Improve the three-year graduation rate for students who
12 transfer with an associates degree to 61.4 percent;

13 (f) Improve the freshman retention rate to 85.0 percent;

14 (g) Improve time to degree for baccalaureate students to 95.6
15 percent, measured by the percent of admitted students who graduate
16 within 125 percent of the credits required for a degree; and

17 (h) The institution shall provide a report on Pell grant
18 recipients' performance within each of the measures included in this
19 section.

20 Western Washington University shall report its progress and ongoing
21 efforts toward meeting the provisions of this section to the higher
22 education coordinating board prior to November 1, 2009.

23 (6) In an effort to introduce students to and inform students of
24 post-secondary opportunities in Washington state, the university shall
25 report progress towards developing and implementing outreach programs
26 designed to increase awareness of higher education to K-12 populations
27 to the higher education coordinating board by October 1st of each year.

28 (7) \$1,169,000 of the education legacy trust account appropriation
29 is for the advanced materials science and engineering program. The
30 program shall develop the advanced materials science and engineering
31 center for research, teaching, and development which will offer a minor
32 degree in materials science and engineering beginning in the fall 2009.

33 (8) \$444,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$611,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely for development of the biomedical
36 research activities in neuroscience (BRAIN) program. The program shall
37 link biology and chemistry curriculum to prepare students for
38 biomedical research positions in academia and industry.

1 (9) \$485,000 of the general fund--state appropriation for fiscal
2 year 2009 is provided solely for the Washington state campus compact to
3 increase the number of college and university students mentoring
4 students in eighth through twelfth grades.

5 (10) \$62,000 of the general fund--state appropriation for fiscal
6 year 2009 is provided solely for the university to increase mental
7 health professional staff by one full-time equivalent employee.

8 **Sec. 610.** 2007 c 522 s 610 (uncodified) is amended to read as
9 follows:

10 **FOR THE HIGHER EDUCATION COORDINATING BOARD--POLICY COORDINATION AND**
11 **ADMINISTRATION**

12	General Fund--State Appropriation (FY 2008)	((\$6,922,000))
13		<u>\$6,923,000</u>
14	General Fund--State Appropriation (FY 2009)	((\$6,954,000))
15		<u>\$7,301,000</u>
16	General Fund--Federal Appropriation	\$4,342,000
17	TOTAL APPROPRIATION	((\$18,218,000))
18		<u>\$18,566,000</u>

19 The appropriations in this section are subject to the following
20 conditions and limitations:

21 (1) \$87,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$169,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely to maintain and update a
24 scholarship clearinghouse that lists every public and private
25 scholarship available to Washington students. The higher education
26 coordinating board shall develop a web-based interface for students and
27 families as well as a common application for these scholarships.

28 (2) \$339,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$330,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely for implementation of Second
31 Substitute Senate Bill No. 5098 (the college bound scholarship). If
32 the bill is not enacted by June 30, 2007, the amounts provided in this
33 subsection shall lapse.

34 (3) \$200,000 of the general fund--state appropriation for fiscal
35 year 2008 and \$150,000 of the general fund--state appropriation for
36 fiscal year 2009 are provided solely for implementation of Engrossed

1 Substitute House Bill No. 1131 (the passport to college promise). If
2 the bill is not enacted by June 30, 2007, the amounts provided in this
3 subsection shall lapse.

4 (4) \$152,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$191,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for administration of conditional
7 scholarships.

8 (5) Except for moneys provided in this section for specific
9 purposes, and to the extent that the executive director finds that the
10 agency will not require the full amount appropriated for a fiscal year
11 in this section, the unexpended appropriation shall be transferred to
12 the state education trust account established under RCW 28B.92.140 for
13 purposes of fulfilling unfunded scholarship commitments that the board
14 made under its federal GEAR UP Grant 1.

15 (6) \$200,000 of the general fund--state appropriation is provided
16 solely to implement a capital facility and technology capacity study
17 which will compare the 10-year enrollment projections with the capital
18 facility requirements and technology application and hardware capacity
19 needed to deliver higher education programs for the period 2009-2019.
20 The (~~joint legislative audit and review committee~~) higher education
21 coordinating board shall:

22 (a) Develop the study in collaboration with the state board for
23 community and technical colleges, (~~the higher education coordinating~~
24 ~~board,~~) four-year universities, and the Washington independent
25 colleges;

26 (b) Determine the 10-year capital facilities and technology
27 application and hardware investment needed by location to deliver
28 higher education programs to additional student FTE;

29 (c) Estimate operational and capital costs of the additional
30 capacity; and

31 (d) Report findings to the legislature on October 1, 2008.

32 (7) \$120,000 of the general fund--state appropriation for fiscal
33 year 2009 is provided solely for implementation of Second Substitute
34 House Bill No. 2591 (higher education data). If the bill is not
35 enacted by June 30, 2008, the amount provided in this subsection shall
36 lapse.

37 (8) \$150,000 of the general fund--state appropriation for fiscal
38 year 2009 is provided solely for implementation of Engrossed Second

1 Substitute House Bill No. 2783 (education transfer articulation). If
2 the bill is not enacted by June 30, 2008, the amount provided in this
3 subsection shall lapse.

4 (9) \$14,000 of the general fund--state appropriation for fiscal
5 year 2009 is provided solely for implementation of Substitute House
6 Bill No. 2933 (prior learning work group). If the bill is not enacted
7 by June 30, 2008, the amount provided in this subsection shall lapse.

8 **Sec. 611.** 2007 c 522 s 611 (uncodified) is amended to read as
9 follows:

10 **FOR THE HIGHER EDUCATION COORDINATING BOARD--FINANCIAL AID AND GRANT**
11 **PROGRAMS**

12	General Fund--State Appropriation (FY 2008)	\$163,286,000
13	General Fund--State Appropriation (FY 2009)	((\$187,252,000))
14		<u>\$187,952,000</u>
15	General Fund--Federal Appropriation	\$13,122,000
16	Education Legacy Trust Account--State	
17	Appropriation	\$108,188,000
18	TOTAL APPROPRIATION	((\$471,848,000))
19		<u>\$472,548,000</u>

20 The appropriations in this section are subject to the following
21 conditions and limitations:

22 (1) ((~~\$154,837,000~~)) \$154,760,000 of the general fund--state
23 appropriation for fiscal year 2008, ((~~\$177,863,000~~)) \$178,707,000 of
24 the general fund--state appropriation for fiscal year 2009, \$49,902,000
25 of the education legacy trust account appropriation for fiscal year
26 2008, \$40,050,000 of the education legacy trust account appropriation
27 for fiscal year 2009, and \$2,886,000 of the general fund--federal
28 appropriation are provided solely for student financial aid payments
29 under the state need grant; the state work study program; the
30 Washington scholars program; and the Washington award for vocational
31 excellence. All four programs shall increase grant awards sufficiently
32 to offset the full cost of the resident undergraduate tuition increases
33 authorized under this act.

34 (2) Within the funds appropriated in this section, eligibility for
35 the state need grant shall be expanded to include students with family
36 incomes at or below 70 percent of the state median family income,
37 adjusted for family size. Awards for students with incomes between 66

1 percent and 70 percent of the state median shall be 50 percent of the
2 award amount granted to those with incomes below 51 percent of the
3 median.

4 (3) To the extent that the executive director determines that the
5 agency will not award the full amount appropriated in subsection (1) of
6 this section for a fiscal year, unexpended funds shall be transferred
7 to the state education trust account established under RCW 28B.92.140
8 for purposes first of fulfilling the unfunded scholarship commitments
9 that the board made under its federal GEAR UP Grant 1.

10 (4) \$7,400,000 of the education legacy trust account appropriation
11 is provided solely for investment to fulfill the scholarship
12 commitments that the state incurs in accordance with Second Substitute
13 Senate Bill No. 5098 (the college bound scholarship). If the bill is
14 not enacted by June 30, 2007, the amount provided in this subsection
15 shall lapse.

16 (5) \$2,500,000 of the education legacy trust account--state
17 appropriation is provided solely to expand the gaining early awareness
18 and readiness for undergraduate programs project to at least 25
19 additional school districts.

20 (6) \$1,000,000 of the education legacy trust account--state
21 appropriation is provided solely to encourage more students to teach
22 secondary mathematics and science. \$500,000 of this amount is provided
23 to increase the future teacher scholarship and conditional loan program
24 by at least 35 students per year. \$500,000 of this amount is provided
25 to support state work study positions for students to intern in
26 secondary math and science classrooms.

27 (7) \$2,336,000 of the education legacy trust account--state
28 appropriation for fiscal year 2009 is provided solely for
29 implementation of Engrossed Substitute House Bill No. 1131 (passport to
30 college). Funds are provided for student scholarships, and for
31 incentive payments to the colleges they attend for individualized
32 student support services which may include, but are not limited to,
33 college and career advising, counseling, tutoring, costs incurred for
34 students while school is not in session, personal expenses, health
35 insurance, and emergency services. If the bill is not enacted by June
36 30, 2007, the amount provided in this subsection shall lapse.

37 (8) \$246,000 of the general fund--state appropriation for fiscal
38 year 2008 and \$246,000 of the general fund--state appropriation for

1 fiscal year 2009 are for community scholarship matching grants and its
2 administration. To be eligible for the matching grant, nonprofit
3 groups organized under section 501(c)(3) of the federal internal
4 revenue code must demonstrate they have raised at least \$2,000 in new
5 moneys for college scholarships after the effective date of this
6 section. Groups may receive no more than one \$2,000 matching grant per
7 year and preference shall be given to groups affiliated with
8 scholarship America. Up to a total of \$46,000 per year of the amount
9 appropriated in this section may be awarded to a nonprofit community
10 organization to administer scholarship matching grants, with preference
11 given to an organization affiliated with scholarship America.

12 (9) \$75,000 of the general fund--state appropriation for fiscal
13 year 2008 and (~~(\$75,000)~~) \$400,000 of the general fund--state
14 appropriation for fiscal year 2009 are provided solely for higher
15 education student child care matching grants under chapter 28B.135 RCW.

16 (10) \$500,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$500,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely for implementation of Engrossed
19 Substitute House Bill No. 1179 (state need grant). State need grants
20 provided to students enrolled in just three to five credit-bearing
21 quarter credits, or the equivalent semester credits, shall not exceed
22 the amounts appropriated in this subsection. By November 1 of each
23 year, the board shall report to the office of financial management and
24 to the operating budget committees of the house of representatives and
25 senate on the number of eligible but unserved students enrolled in just
26 three to five quarterly credits, or the semester equivalent, and the
27 estimated cost of serving them. If the bill is not enacted by June 30,
28 2007, the amounts provided in this subsection shall lapse.

29 (11) \$5,000,000 of the education legacy trust account appropriation
30 is provided solely to implement Engrossed Second Substitute House Bill
31 No. 1779 (GET ready for math and science). If the bill is not enacted
32 by June 30, 2007, the amount provided in this subsection shall lapse.

33 (12) \$375,000 of the general fund--state appropriation for fiscal
34 year 2009 is provided solely for implementation of Engrossed Second
35 Substitute House Bill No. 2082 (field of dreams program). If the bill
36 is not enacted by June 30, 2008, the amount provided in this subsection
37 shall lapse.

1 **Sec. 612.** 2007 c 522 s 614 (uncodified) is amended to read as
2 follows:

3 **FOR THE DEPARTMENT OF EARLY LEARNING**

4	General Fund--State Appropriation (FY 2008)	((\$61,780,000))
5		<u>\$62,449,000</u>
6	General Fund--State Appropriation (FY 2009)	((\$72,707,000))
7		<u>\$76,979,000</u>
8	General Fund--Federal Appropriation	\$192,360,000
9	General Fund--Private/Local Appropriation	\$6,000
10	TOTAL APPROPRIATION	((\$326,853,000))
11		<u>\$331,794,000</u>

12 The appropriations in this section are subject to the following
13 conditions and limitations:

14 (1) \$47,919,000 of the general fund--state appropriation for fiscal
15 year 2008 and \$56,437,000 of the general fund--state appropriation for
16 fiscal year 2009 are provided solely for early childhood education and
17 assistance program services.

18 (a) Of these amounts, \$10,284,000 is a portion of the biennial
19 amount of state matching dollars required to receive federal child care
20 and development fund grant dollars.

21 (b) Within the amounts provided in this subsection (1), the
22 department shall increase the number of children receiving early
23 childhood education and assistance program services by 2,250 slots.

24 (c) Within the amounts provided in this subsection (1), the
25 department shall increase the minimum provider per slot payment to
26 \$6,500 in fiscal year 2008. Any provider receiving slot payments
27 higher than \$6,500 shall receive a 2.0 percent vendor rate increase in
28 fiscal year 2008. All providers shall receive a 2.0 percent vendor
29 rate increase in fiscal year 2009.

30 (2) \$775,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$4,225,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely to: (a) Develop a quality rating
33 and improvement system; and (b) pilot the quality rating and
34 improvement system in multiple locations. Four of the pilot sites are
35 to be located within the following counties: Spokane, Kitsap, King, and
36 Yakima. The department shall analyze and evaluate the pilot sites and
37 report initial findings to the legislature by December 1, 2008.

1 (3) \$850,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$850,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for the department to contract for
4 child care referral services.

5 (4) \$1,200,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$800,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely to develop and provide culturally
8 relevant supports for parents, family, and other caregivers. This
9 includes funding for the department to conduct a random sample survey
10 of parents to determine the types of early learning services and
11 materials parents are interested in receiving from the state. The
12 department shall report the findings to the appropriate policy and
13 fiscal committees of the legislature by October 1, 2008.

14 (5) \$250,000 of the general fund--state appropriation for fiscal
15 year 2008 and \$250,000 of the general fund--state appropriation for
16 fiscal year 2009 are provided solely for a child care consultation
17 pilot program linking child care providers with evidence-based and best
18 practice resources regarding caring for infants and young children who
19 present behavior concerns.

20 (6) \$500,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$500,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely to expand the child care career
23 and wage ladder program created by chapter 507, Laws of 2005.

24 (7) \$172,000 of the general fund--state appropriation for fiscal
25 year 2008 is provided solely for the department to purchase licensing
26 capability from the department of social and health services through
27 the statewide automated child welfare information system.

28 (8) \$1,100,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$1,100,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely for a childcare grant program for
31 public community colleges and public universities. A community college
32 or university that employs collectively bargained staff to operate
33 childcare programs may apply for up to \$25,000 per year from the
34 department per each type of the following programs: Head start,
35 childcare, early childhood assistance and education. The funding shall
36 only be provided for salaries for collectively bargained employees.

37 (9) Beginning October 1, 2007, the department shall be the lead
38 agency for and recipient of the federal child care and development fund

1 grant. Amounts within this grant shall be used to fund child care
2 licensing, quality initiatives, agency administration, and other costs
3 associated with child care subsidies. The department shall transfer a
4 portion of this grant to the department of social and health services
5 to partially fund the child care subsidies paid by the department of
6 social and health services on behalf of the department of early
7 learning.

8 (10) Prior to the development of an early learning information
9 system, the department shall submit to the education and fiscal
10 committees of the legislature a completed feasibility study and a
11 proposal approved by the department of information systems and the
12 information services board. The department shall ensure that any
13 proposal for the early learning information system includes the cost
14 for modifying the system as a result of licensing rule changes and
15 implementation of the quality rating and improvement system.

16 (11) \$250,000 of the general fund--state appropriation for fiscal
17 year 2009 is provided solely for implementation of Second Substitute
18 House Bill No. 3168 (Washington state head start). If the bill is not
19 enacted by June 30, 2008, the amount provided in this subsection shall
20 lapse.

21 (12) \$158,000 of the general fund--state appropriation for fiscal
22 year 2009 is provided solely for implementation of Second Substitute
23 House Bill No. 3269 (intervention specialist). If the bill is not
24 enacted by June 30, 2008, the amount provided in this subsection shall
25 lapse.

26 (13) The department shall use child care development fund money to
27 satisfy the federal audit requirement of the improper payments act
28 (IPIA) of 2002. In accordance with the IPIA's rules, the money spent
29 on the audits will not count against the five percent state limit on
30 administrative expenditures.

31 **Sec. 613.** 2007 c 522 s 615 (uncodified) is amended to read as
32 follows:

33 **FOR THE STATE SCHOOL FOR THE BLIND**

34	General Fund--State Appropriation (FY 2008)	((\$5,958,000))
35		<u>\$5,969,000</u>
36	General Fund--State Appropriation (FY 2009)	((\$6,186,000))
37		<u>\$6,246,000</u>

1	General Fund--Private/Local Appropriation	((\$1,600,000))
2		<u>\$1,615,000</u>
3	TOTAL APPROPRIATION	((\$13,744,000))
4		<u>\$13,830,000</u>

5 The appropriations in this section are subject to the following
6 conditions and limitations:

7 (1) \$10,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$40,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely to defend the state's interpretive
10 position in the case of *Delyria & Koch v. Washington State School for*
11 *the Blind.*

12 (2) \$9,000 of the general fund--state appropriation for fiscal year
13 2009 is provided solely for increasing salaries for certificated
14 instructional staff by an average of one percent effective July 1,
15 2008.

16 **Sec. 614.** 2007 c 522 s 616 (uncodified) is amended to read as
17 follows:

18 **FOR THE STATE SCHOOL FOR THE DEAF**

19	General Fund--State Appropriation (FY 2008)	((\$8,731,000))
20		<u>\$8,858,000</u>
21	General Fund--State Appropriation (FY 2009)	((\$9,015,000))
22		<u>\$9,164,000</u>
23	General Fund--Private/Local Appropriation	((\$232,000))
24		<u>\$316,000</u>
25	TOTAL APPROPRIATION	((\$17,978,000))
26		<u>\$18,338,000</u>

27 The appropriations in this section are subject to the following
28 conditions and limitations:

29 (1) \$84,000 of the general fund--private/local appropriation for
30 fiscal year 2009 is provided solely for the operation of the shared
31 reading video outreach program. The school for the deaf shall provide
32 this service to the extent it is funded by contracts with school
33 districts and educational service districts.

34 (2) \$18,000 of the general fund--state appropriation for fiscal
35 year 2009 is provided solely for increasing salaries for certificated

1 instructional staff by an average of one percent effective July 1,
2 2008.

(End of part)

PART VII

SPECIAL APPROPRIATIONS

Sec. 701. 2007 c 522 s 701 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR DEBT SUBJECT TO THE DEBT LIMIT

Table with 2 columns: Description and Amount. Rows include General Fund--State Appropriation (FY 2008), General Fund--State Appropriation (FY 2009), State Building Construction Account--State Appropriation, Columbia River Basin Water Supply Development Account--State Appropriation, Hood Canal Aquatic Rehabilitation Bond Account--State Appropriation, State Taxable Building Construction Account--State Appropriation, Gardner-Evans Higher Education Construction Account--State Appropriation, Debt-Limit Reimbursable Bond Retire Account--State Appropriation, and TOTAL APPROPRIATION.

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriations are for deposit into the debt-limit general fund bond retirement account.

Sec. 702. 2007 c 522 s 702 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING

1 **BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO**
2 **BE REIMBURSED BY ENTERPRISE ACTIVITIES**
3 State Convention and Trade Center Account--State
4 Appropriation ((~~\$22,553,000~~))
5 \$22,535,000
6 Accident Account--State Appropriation ((~~\$5,204,000~~))
7 \$5,135,000
8 Medical Aid Account--State Appropriation ((~~\$5,204,000~~))
9 \$5,135,000
10 TOTAL APPROPRIATION ((~~\$32,961,000~~))
11 \$32,805,000

12 **Sec. 703.** 2007 c 522 s 703 (uncodified) is amended to read as
13 follows:

14 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**
15 **BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO**
16 **BE REIMBURSED AS PRESCRIBED BY STATUTE**

17 General Fund--State Appropriation (FY 2008) ((~~\$27,068,000~~))
18 \$26,848,000
19 General Fund--State Appropriation (FY 2009) ((~~\$27,825,000~~))
20 \$27,728,000
21 Nondebt-Limit Reimbursable Bond Retirement
22 Account--State Appropriation ((~~\$136,332,000~~))
23 \$135,967,000
24 TOTAL APPROPRIATION ((~~\$191,225,000~~))
25 \$190,543,000

26 The appropriations in this section are subject to the following
27 conditions and limitations: The general fund appropriation is for
28 deposit into the nondebt-limit general fund bond retirement account.

29 **Sec. 704.** 2007 c 522 s 704 (uncodified) is amended to read as
30 follows:

31 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**
32 **BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALE EXPENSES**

33 General Fund--State Appropriation (FY 2008) ((~~\$1,357,000~~))
34 \$750,000
35 General Fund--State Appropriation (FY 2009) ((~~\$1,357,000~~))

1		<u>\$750,000</u>
2	State Building Construction Account--State	
3	Appropriation	\$1,546,000
4	Columbia River Basin Water Supply Development	
5	Account--State Appropriation	\$17,000
6	Hood Canal Aquatic Rehabilitation Bond	
7	Account--State Appropriation	\$3,000
8	State Taxable Building Construction	
9	Account--State Appropriation	\$122,000
10	Gardner-Evans Higher Education Construction	
11	Account--State Appropriation	\$452,000
12	TOTAL APPROPRIATION	((\$4,854,000))
13		<u>\$3,640,000</u>

14 **Sec. 705.** 2007 c 522 s 705 (uncodified) is amended to read as
15 follows:

16	FOR THE OFFICE OF FINANCIAL MANAGEMENT--FIRE CONTINGENCY POOL	
17	Disaster Response Account--State Appropriation	((\$4,000,000))
18		<u>\$8,500,000</u>

19 The appropriation in this section is subject to the following
20 conditions and limitations: The entire appropriation is for the
21 purpose of making allocations to the Washington state patrol for (~~fire~~
22 ~~mobilizations costs or to the department of natural resources for fire~~
23 ~~suppression costs~~) any Washington state fire service resource
24 mobilization costs incurred in response to an emergency or disaster
25 authorized under RCW 43.43.960 and 43.43.964.

26 **Sec. 706.** 2007 c 522 s 706 (uncodified) is amended to read as
27 follows:

28	FOR THE OFFICE OF FINANCIAL MANAGEMENT--FIRE CONTINGENCY	
29	General Fund--State Appropriation (FY 2008)	((\$2,000,000))
30		<u>\$6,500,000</u>
31	General Fund--State Appropriation (FY 2009)	\$2,000,000
32	TOTAL APPROPRIATION	((\$4,000,000))
33		<u>\$8,500,000</u>

34 The appropriations in this section are subject to the following
35 conditions and limitations: The appropriations are provided solely for

1 expenditure into the disaster response account for the purposes
2 specified in section 705 of this act.

3 NEW SECTION. **Sec. 707.** A new section is added to 2007 c 522
4 (uncodified) to read as follows:

5 **FOR SUNDRY CLAIMS.** The following sums, or so much thereof as may
6 be necessary, are appropriated from the general fund, unless otherwise
7 indicated, for relief of various individuals, firms, and corporations
8 for sundry claims. These appropriations are to be disbursed on
9 vouchers approved by the director of financial management, except as
10 otherwise provided, as follows:

11 (1) Reimbursement of criminal defendants acquitted on the basis of
12 self-defense, pursuant to RCW 9A.16.110:

- 13 (a) George E. Linkenhoker, claim number SCJ 2008-01 . . . \$24,628
- 14 (b) Charles A. Gardner, claim number SCJ 2008-02 . . . \$ 2,715
- 15 (c) Judd Hurst, claim number SCJ 2008-03 . . . \$ 2,000
- 16 (d) Thomas J. Nelson, claim number SCJ 2008-04 . . . \$ 5,000
- 17 (e) William R. Sauters, Jr., claim number
18 SCJ 2008-05 . . . \$11,408
- 19 (f) Michael E. Greene, claim number SCJ 2008-06 . . . \$ 1,500
- 20 (g) Jeffery A. Cobb, claim number SCJ 2008-08 . . . \$ 7,600

21 **Sec. 708.** 2007 c 522 s 716 (uncodified) is amended to read as
22 follows:

23 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--WATER QUALITY CAPITAL ACCOUNT**

24 Water Quality Account--State Appropriation

25 (FY 2008) ((\$25,135,000))

26 \$19,260,000

27 Water Quality Account--State Appropriation

28 (FY 2009) \$3,000,000

29 TOTAL APPROPRIATION \$22,260,000

30 The appropriation in this section is subject to the following
31 conditions and limitations: The appropriation is provided solely for
32 expenditure into the water quality capital account. ((If House Bill
33 No. 1137 (water quality capital account) is not enacted by June 30,
34 2007, the appropriation in this section shall lapse.))

1 **Sec. 709.** 2007 c 522 s 718 (uncodified) is amended to read as
2 follows:

3 **INCENTIVE SAVINGS--FY 2008.** The sum of one hundred twenty-five
4 million dollars or so much thereof as may be available on June 30,
5 2008, from the total amount of unspent fiscal year 2008 state general
6 fund appropriations, exclusive of amounts expressly placed into
7 unallotted status by this act, is appropriated for the purposes of RCW
8 43.79.460 in the manner provided in this section.

9 (1) Of the total appropriated amount, one-half of that portion that
10 is attributable to incentive savings, not to exceed twenty-five million
11 dollars, is appropriated to the savings incentive account for the
12 purpose of improving the quality, efficiency, and effectiveness of
13 agency services, and credited to the agency that generated the savings.

14 (2) The remainder of the total amount, not to exceed (~~seventy-~~
15 ~~five~~) one hundred million dollars, is appropriated to the education
16 savings account.

17 **Sec. 710.** 2007 c 522 s 719 (uncodified) is amended to read as
18 follows:

19 **INCENTIVE SAVINGS--FY 2009.** The sum of one hundred twenty-five
20 million dollars or so much thereof as may be available on June 30,
21 2009, from the total amount of unspent fiscal year 2009 state general
22 fund appropriations, exclusive of amounts expressly placed into
23 unallotted status by this act, is appropriated for the purposes of RCW
24 43.79.460 in the manner provided in this section.

25 (1) Of the total appropriated amount, one-half of that portion that
26 is attributable to incentive savings, not to exceed twenty-five million
27 dollars, is appropriated to the savings incentive account for the
28 purpose of improving the quality, efficiency, and effectiveness of
29 agency services, and credited to the agency that generated the savings.

30 (2) The remainder of the total amount, not to exceed (~~seventy-~~
31 ~~five~~) one hundred million dollars, is appropriated to the education
32 savings account.

33 **Sec. 711.** 2007 c 522 s 722 (uncodified) is amended to read as
34 follows:

35 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--COUNTY SUBSTANCE ABUSE**

1	PROGRAMS	
2	General Fund--State Appropriation (FY 2008)	\$600,000
3	General Fund--State Appropriation (FY 2009)	(\$600,000)
4		<u>\$800,000</u>
5	TOTAL APPROPRIATION	(\$1,200,000)
6		<u>\$1,400,000</u>

7 The appropriations in this section are subject to the following
8 conditions and limitations: The appropriations in this section are
9 provided solely for allocation to counties that are eligible for
10 funding for chemical dependency or substance abuse treatment programs
11 pursuant to RCW 70.96A.325.

12 NEW SECTION. **Sec. 712.** A new section is added to 2007 c 522
13 (uncodified) to read as follows:

14 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--FEDERAL REIMBURSEMENT FOR**
15 **HEALTH INSURANCE TRANSFERS**

16	General Fund--State Appropriation (FY 2008)	\$11,000,000
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17 The appropriation in this section is subject to the following
18 conditions and limitations: The United States department of health and
19 human services has determined that a portion of funds transferred from
20 the public employees' and retirees' insurance account in fiscal years
21 2006 and 2007, made pursuant to sections 805 and 806, chapter 372, Laws
22 of 2006, contained federal funds that were not authorized to be
23 included in the transfer. The appropriation in this section is
24 provided solely to reimburse the United States department of health and
25 human services in accordance with their determination letter that the
26 federal funds transferred from the public employees' and retirees'
27 insurance account were transferred in error and must be reimbursed to
28 the United States Treasury.

29 **Sec. 713.** 2007 c 522 s 1621 (uncodified) is amended to read as
30 follows:

31 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--TECHNOLOGY FUNDING**

32	General Fund--State Appropriation (FY 2007)	\$26,277,000
33	Special Technology Funding Revolving Account	
34	Appropriation ((FY 2008))	(\$37,964,000)
35		<u>\$35,222,000</u>
36	TOTAL APPROPRIATION	(\$64,241,000)

The appropriations in this section are provided solely for deposit to and expenditure from the data processing revolving account and are subject to the following conditions and limitations:

(1) The appropriations in this section, for expenditure to the data processing revolving account, are to be known as the "information technology funding pool" and are under the joint control of the department of information services and the office of financial management. The department of information services shall review information technology proposals and work jointly with the office of financial management to determine the projects to be funded and the amounts and timing of release of funds. To facilitate the transfer of moneys from dedicated funds and accounts, the state treasurer is directed to transfer sufficient moneys from each dedicated fund or account to the special technology funding revolving account, hereby created in the state treasury, in accordance with schedules provided by the office of financial management pursuant to LEAP Document ITA-2007 as developed by the legislative evaluation and program committee on April 20, 2007, at 13:01 hours.

(2) In exercising this authority, the department of information services and the office of financial management shall:

(a) Seek opportunities to reduce costs and achieve economies of scale by leveraging statewide investments in systems and data and other common or enterprise-wide solutions within and across state agencies that include standard software, hardware, and other information technology systems infrastructure, and common data definitions and data stores that promote the sharing of information across agencies whenever possible;

(b) Ensure agencies incorporate project management best practices and consider lessons learned from other information technology projects; and

(c) Develop criteria for the evaluation of information technology project funding proposals to include the determination of where common or coordinated technology or data solutions may be established, and identification of projects that cross fiscal biennia or are dependent on other prior, current, or future related investments.

(3) In allocating funds for the routine replacement of software and hardware, the information services board and office of financial

1 management shall presume that agencies should have sufficient funding
2 in their base allocation to pay for such replacement and that any
3 allocations out of these funds are for extraordinary maintenance costs.

4 ~~((+5))~~ (4) Funds in the 2007-09 biennium may only be expended on
5 the projects listed on LEAP Document IT-2007, as generated by the
6 legislative evaluation and accountability program committee on April
7 20, 2007, at 13:01 hours or as provided in subsection (10) of this
8 section. Future biennia allocations from the information technology
9 funding pool shall be determined jointly by the department of
10 information services and the office of financial management.

11 ~~((+6))~~ (5) Beginning December 1, 2008, and every biennium
12 thereafter, the department of information services shall submit a
13 statewide information technology plan to the office of financial
14 management and the legislative evaluation and accountability program
15 committee that supports a consolidated funding request. In alternate
16 years, a plan addendum shall be submitted that reflects any modified
17 funding pool request requiring action in the ensuing supplemental
18 budget session.

19 ~~((+7))~~ (6) The department of information services shall report to
20 the office of financial management and the legislative evaluation and
21 accountability program committee by October 1, 2007, and annually
22 thereafter, the status of planned allocations from funds appropriated
23 in this section.

24 ~~((+8))~~ (7) State agencies shall report project performance in
25 consistent and comparable terms using common methodologies to calculate
26 project performance by measuring work accomplished (scope and schedule)
27 against work planned and project cost against planned budget. The
28 department of information services shall provide implementation
29 guidelines and oversight of project performance reporting.

30 ~~((+9))~~ (8) The information services board shall require all
31 agencies receiving funds appropriated in this section to account for
32 project expenses included in an information technology portfolio report
33 submitted annually to the department of information services, the
34 office of financial management, and the legislative evaluation and
35 accountability program committee by October 1st of each year. The
36 department of information services, with the advice and approval of the
37 office of financial management, shall establish criteria for complete

1 and consistent reporting of expenditures from these funds and project
2 staffing levels.

3 ~~((+10+))~~ (9) In consultation with the legislative evaluation and
4 accountability program committee, the department of information
5 services shall develop criteria for evaluating requests for these funds
6 and shall report annually to the office of financial management and the
7 legislative evaluation and accountability program committee by November
8 1st the status of distributions and expenditures from this pool.

9 (10) Up to \$6,218,000 of the funds provided in this section may be
10 expended for the development of systems necessary for the
11 implementation of activities generally described in Substitute House
12 Bill No. 3305 (family leave insurance) and chapter 357, Laws of 2007.
13 Funds may not be spent for the development of these systems without the
14 prior approval of the information services board.

15 NEW SECTION. Sec. 714. A new section is added to 2007 c 522
16 (uncodified) to read as follows:

17 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--HEALTH CARE AUTHORITY**
18 **ADMINISTRATIVE ACCOUNT**

19	General Fund--State Appropriation (FY 2008)	\$5,979,000
20	General Fund--State Appropriation (FY 2009)	\$5,979,000
21	Public Safety and Education Account--State	
22	Appropriation (FY 2008)	\$38,000
23	Public Safety and Education Account--State	
24	Appropriation (FY 2009)	\$38,000
25	Water Quality Account--State Appropriation (FY 2008)	\$11,000
26	Water Quality Account--State Appropriation (FY 2009)	\$11,000
27	Violence Reduction and Drug Enforcement Account--State	
28	Appropriation (FY 2008)	\$1,000
29	Violence Reduction and Drug Enforcement Account--State	
30	Appropriation (FY 2009)	\$1,000
31	Health Services Account--State Appropriation (FY 2008)	\$20,000
32	Health Services Account--State Appropriation (FY 2009)	\$20,000
33	Dedicated Funds and Accounts Appropriation	\$1,816,000
34	TOTAL APPROPRIATION	\$13,914,000

35 The appropriations in this section are subject to the following
36 conditions and limitations:

1 (1) The appropriations are provided solely for expenditure into the
2 health care authority administrative account.

3 (2) To facilitate the transfer of moneys from dedicated funds and
4 accounts, the office of financial management shall transfer or direct
5 the transfer of sufficient moneys from each dedicated fund or account,
6 including local funds of state agencies and institutions of higher
7 education, to the health care authority administrative account in
8 accordance with LEAP document number H04-2008, dated February 21, 2008.
9 Agencies and institutions of higher education with local funds will
10 deposit sufficient money to the health care authority administrative
11 account.

12 **Sec. 715.** 2007 c 522 s 728 (uncodified) is amended to read as
13 follows:

14 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--COMMUNITY PRESERVATION AND**
15 **DEVELOPMENT ACCOUNT**

16 General Fund--State Appropriation (FY 2008) \$350,000

17 The appropriation in this section is subject to the following
18 conditions and limitations: The appropriation is provided solely for
19 expenditure into the community preservation and development authority
20 account. If Substitute Senate Bill No. 6156 (community preservation
21 authorities) is not enacted by June 30, 2007, the appropriation in this
22 section shall lapse.

23 NEW SECTION. **Sec. 716.** A new section is added to 2007 c 522
24 (uncodified) to read as follows:

25 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--INDIVIDUAL DEVELOPMENT ACCOUNT**
26 **PROGRAM ACCOUNT**

27 General Fund--State Appropriation (FY 2008) \$500,000
28 General Fund--State Appropriation (FY 2009) \$500,000
29 TOTAL APPROPRIATION \$1,000,000

30 The appropriations in this section are subject to the following
31 conditions and limitations: The appropriations are provided solely for
32 expenditure into the individual development account program account.

33 NEW SECTION. **Sec. 717.** A new section is added to 2007 c 522
34 (uncodified) to read as follows:

1 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--SKELETAL HUMAN REMAINS**
2 **ASSISTANCE ACCOUNT**

3 General Fund--State Appropriation (FY 2008) \$500,000

4 The appropriation in this section is subject to the following
5 conditions and limitations: The appropriation is provided solely for
6 expenditure into the skeletal human remains assistance account for
7 purposes of Second Substitute House Bill No. 2624 (human remains). If
8 the bill is not enacted by June 30, 2008, the amount provided in this
9 section shall lapse.

10 NEW SECTION. **Sec. 718.** 2007 c 522 s 713 (uncodified) is repealed.

(End of part)

PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 801. 2007 c 522 s 801 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--STATE REVENUES FOR DISTRIBUTION

General Fund Appropriation for fire insurance	
premium distributions	((\$7,325,000))
	<u>\$7,654,000</u>
General Fund Appropriation for public utility	
district excise tax distributions	((\$49,656,000))
	<u>\$47,557,000</u>
General Fund Appropriation for prosecuting	
attorney distributions	\$3,999,000
General Fund Appropriation for boating safety	
and education distributions	((\$4,833,000))
	<u>\$4,400,000</u>
General Fund Appropriation for other tax	
distributions	((\$42,000))
	<u>\$48,000</u>
Death Investigations Account Appropriation for	
distribution to counties for publicly	
funded autopsies	\$2,192,000
Aquatic Lands Enhancement Account Appropriation	
for harbor improvement revenue distribution	\$148,000
Timber Tax Distribution Account Appropriation	
for distribution to "timber" counties	((\$89,346,000))
	<u>\$77,753,000</u>
County Criminal Justice Assistance Appropriation	((\$58,906,000))
	<u>\$62,127,000</u>
Municipal Criminal Justice Assistance	
Appropriation	((\$23,359,000))
	<u>\$24,636,000</u>
Liquor Excise Tax Account Appropriation for	
liquor excise tax distribution	((\$45,472,000))
	<u>\$49,397,000</u>
Liquor Revolving Account Appropriation for liquor	

1 profits distribution ((~~\$93,399,000~~))
2 \$82,148,000
3 City-County Assistance Account Appropriation for local
4 government financial assistance distribution;
5 PROVIDED: That the legislature, in making this
6 appropriation for distribution under the formula
7 prescribed in RCW 43.08.290 for the 2007-09
8 biennium, ratifies and approves the prior
9 distributions, as certified by the department
10 of revenue to the state treasurer, made for the
11 2005-07 biennium from the appropriation in
12 section 801, chapter 372, Laws of 2006 as amended
13 by section 1701, chapter 522, Laws of 2007 ((~~\$31,272,000~~))
14 \$29,865,000
15 Streamline Sales and Use Tax Account Appropriation
16 for distribution to local taxing jurisdictions
17 to mitigate the unintended revenue redistribution
18 effect of the sourcing law changes \$31,600,000
19 Columbia River Water Delivery Account Appropriation
20 for distribution. This amount is provided solely
21 for implementation of Second Substitute House Bill
22 No. 3309. If the bill is not enacted by June 30,
23 2008, this amount shall lapse \$6,025,000
24 TOTAL APPROPRIATION ((~~\$441,549,000~~))
25 \$426,483,000

26 The total expenditures from the state treasury under the
27 appropriations in this section shall not exceed the funds available
28 under statutory distributions for the stated purposes.

29 **Sec. 802.** 2007 c 522 s 805 (uncodified) is amended to read as
30 follows:

31 **FOR THE STATE TREASURER--TRANSFERS.**
32 State Treasurer's Service Account: For
33 transfer to the state general fund,
34 \$10,000,000 for fiscal year 2008 and
35 ((~~\$10,000,000~~)) \$21,000,000 for fiscal year
36 2009 ((~~\$20,000,000~~))
37 \$31,000,000

1 Education Legacy Trust Account: For transfer to
2 the state general fund for fiscal year 2009 \$60,000,000
3 Pension Funding Stabilization Account: For
4 transfer to the state general fund for
5 fiscal year 2009 \$10,000,000
6 Economic Development Strategic Reserve Account:
7 For transfer to the state general fund for
8 fiscal year 2009 \$4,000,000
9 State Convention and Trade Center Operations Account:
10 For transfer to the state general fund for
11 fiscal year 2009 \$5,000,000
12 General Fund: For transfer to the water
13 quality account, \$12,200,000 for fiscal
14 year 2008 and \$12,201,000 for fiscal
15 year 2009 \$24,401,000
16 Education Legacy Trust Account: For transfer
17 to the student achievement account for
18 fiscal year 2009 \$90,800,000
19 Drinking Water Assistance Account: For transfer
20 to the drinking water assistance repayment
21 account, an amount not to exceed \$25,000,000
22 Public Works Assistance Account: For transfer
23 to the drinking water assistance account,
24 (~~(\$3,600,000)~~) \$7,200,000 for fiscal year 2008 and
25 \$3,600,000 for fiscal year 2009 (~~(\$7,200,000)~~)
26 \$10,800,000
27 Public Works Assistance Account: For transfer
28 to the job development account, \$25,000,000
29 for fiscal year 2008 and \$25,000,000 for
30 fiscal year 2009 \$50,000,000
31 Tobacco Settlement Account: For transfer
32 to the health services account, in an
33 amount not to exceed the actual amount
34 of the annual base payment to the tobacco
35 settlement account (~~(\$165,915,000)~~)
36 \$168,111,000
37 Tobacco Settlement Account: For transfer to the
38 life sciences discovery fund, in an amount

1 not to exceed the actual amount of the
2 strategic contribution supplemental payment
3 to the tobacco settlement account \$70,000,000
4 Health Services Account: For transfer to the water
5 quality account, \$3,942,500 for fiscal year 2008
6 and \$3,942,500 for fiscal year 2009 \$7,885,000
7 Health Services Account: For transfer to the violence
8 reduction and drug enforcement account, \$3,466,000
9 for fiscal year 2008 and \$3,466,000 for fiscal year
10 2009 \$6,932,000
11 Health Services Account: For transfer to the tobacco
12 prevention and control account, (~~(\$10,226,552)~~)
13 \$10,523,000 for fiscal year 2008 and (~~(\$10,109,109)~~)
14 \$10,168,000 for fiscal year 2009 (~~(\$20,336,000)~~)
15 \$20,691,000
16 General Fund: For transfer to the streamline
17 sales and use tax account for fiscal year 2009 \$31,600,000
18 (~~(If Substitute Senate Bill No. 5089 (streamlined sales tax) is not~~
19 ~~enacted by June 30, 2009, this transfer shall lapse.))
20 General Fund: For transfer to the health services
21 account for fiscal year 2009 \$53,500,000
22 Nisqually Earthquake Account: For transfer to the
23 disaster response account for fiscal year 2008 \$3,000,000~~

24 NEW SECTION. Sec. 803. A new section is added to 2007 c 522
25 (uncodified) to read as follows:

26 **FOR THE DEPARTMENT OF REVENUE--STATE REVENUE FOR DISTRIBUTION**
27 General Fund Appropriation for fiscal year 2008 \$422,012

28 The appropriation in this section is subject to the following
29 conditions and limitations: Revenues for the general fund are reduced
30 to correct for a prior period distribution shortage of \$422,012. This
31 represents one time distributions to Jefferson County in the amount of
32 \$352,196, and Klickitat County in the amount of \$89,816, to be used in
33 accordance with RCW 82.14.370.

(End of part)

PART IX
MISCELLANEOUS

Sec. 901. 2007 c 522 s 910 (uncodified) is amended to read as follows:

COMPENSATION--NONREPRESENTED EMPLOYEES--INSURANCE BENEFITS.

Appropriations for state agencies in this act are sufficient for nonrepresented state employee health benefits for state agencies, including institutions of higher education are subject to the following conditions and limitations:

(1)(a) The monthly employer funding rate for insurance benefit premiums, public employees' benefits board administration, and the uniform medical plan, shall not exceed \$707 per eligible employee for fiscal year 2008. For fiscal year 2009 the monthly employer funding rate shall not exceed (~~(\$732)~~) \$561 per eligible employee.

(b) In order to achieve the level of funding provided for health benefits, the public employees' benefits board shall require any or all of the following: Employee premium copayments, increases in point-of-service cost sharing, the implementation of managed competition, or make other changes to benefits consistent with RCW 41.05.065, but in no case to increase the actuarial value of the plans offered as compared to the comparable plans offered to enrollees in calendar year 2007.

(c) The health care authority shall deposit any moneys received on behalf of the uniform medical plan as a result of rebates on prescription drugs, audits of hospitals, subrogation payments, or any other moneys recovered as a result of prior uniform medical plan claims payments, into the public employees' and retirees' insurance account to be used for insurance benefits. Such receipts shall not be used for administrative expenditures.

(2) The health care authority, subject to the approval of the public employees' benefits board, shall provide subsidies for health benefit premiums to eligible retired or disabled public employees and school district employees who are eligible for medicare, pursuant to RCW 41.05.085. From January 1, 2008, through December 31, 2008, the subsidy shall be \$164.08. Starting January 1, 2009, the subsidy shall be \$182.89 per month.

1 (3) Technical colleges, school districts, and educational service
2 districts shall remit to the health care authority for deposit into the
3 public employees' and retirees' insurance account established in RCW
4 41.05.120 the following amounts:

5 (a) For each full-time employee, \$57.71 per month beginning
6 September 1, 2007, and (~~(\$65.97)~~) \$60.40 beginning September 1, 2008;

7 (b) For each part-time employee, who at the time of the remittance
8 is employed in an eligible position as defined in RCW 41.32.010 or
9 41.40.010 and is eligible for employer fringe benefit contributions for
10 basic benefits, \$57.71 each month beginning September 1, 2007, and
11 (~~(\$65.97)~~) \$60.40 beginning September 1, 2008, prorated by the
12 proportion of employer fringe benefit contributions for a full-time
13 employee that the part-time employee receives. The remittance
14 requirements specified in this subsection shall not apply to employees
15 of a technical college, school district, or educational service
16 district who purchase insurance benefits through contracts with the
17 health care authority.

18 **Sec. 902.** 2007 c 522 s 911 (uncodified) is amended to read as
19 follows:

20 **COMPENSATION--REPRESENTED EMPLOYEES OUTSIDE SUPER COALITION--**
21 **INSURANCE BENEFITS.** The appropriations for state agencies, including
22 institutions of higher education are subject to the following
23 conditions and limitations:

24 (1)(a) The monthly employer funding rate for insurance benefit
25 premiums, public employees' benefits board administration, and the
26 uniform medical plan, for represented employees outside the super
27 coalition under chapter 41.80 RCW, shall not exceed \$707 per eligible
28 employee for fiscal year 2008. For fiscal year 2009 the monthly
29 employer funding rate shall not exceed (~~(\$732)~~) \$561 per eligible
30 employee.

31 (b) In order to achieve the level of funding provided for health
32 benefits, the public employees' benefits board shall require any or all
33 of the following: Employee premium copayments, increases in
34 point-of-service cost sharing, the implementation of managed
35 competition, or make other changes to benefits consistent with RCW
36 41.05.065, but in no case to increase the actuarial value of the plans

1 offered as compared to the comparable plans offered to enrollees in
2 calendar year 2007.

3 (c) The health care authority shall deposit any moneys received on
4 behalf of the uniform medical plan as a result of rebates on
5 prescription drugs, audits of hospitals, subrogation payments, or any
6 other moneys recovered as a result of prior uniform medical plan claims
7 payments, into the public employees' and retirees' insurance account to
8 be used for insurance benefits. Such receipts shall not be used for
9 administrative expenditures.

10 (2) The health care authority, subject to the approval of the
11 public employees' benefits board, shall provide subsidies for health
12 benefit premiums to eligible retired or disabled public employees and
13 school district employees who are eligible for medicare, pursuant to
14 RCW 41.05.085. From January 1, 2008, through December 31, 2008, the
15 subsidy shall be \$164.08. Starting January 1, 2009, the subsidy shall
16 be \$182.89 per month.

17 (3) Technical colleges, school districts, and educational service
18 districts shall remit to the health care authority for deposit into the
19 public employees' and retirees' insurance account established in RCW
20 41.05.120 the following amounts:

21 (a) For each full-time employee, \$57.71 per month beginning
22 September 1, 2007, and (~~(\$65.97)~~) \$60.40 beginning September 1, 2008;

23 (b) For each part-time employee, who at the time of the remittance
24 is employed in an eligible position as defined in RCW 41.32.010 or
25 41.40.010 and is eligible for employer fringe benefit contributions for
26 basic benefits, \$57.71 each month beginning September 1, 2007, and
27 (~~(\$65.97)~~) \$60.40 beginning September 1, 2008, prorated by the
28 proportion of employer fringe benefit contributions for a full-time
29 employee that the part-time employee receives. The remittance
30 requirements specified in this subsection shall not apply to employees
31 of a technical college, school district, or educational service
32 district who purchase insurance benefits through contracts with the
33 health care authority.

34 **Sec. 903.** 2007 c 522 s 912 (uncodified) is amended to read as
35 follows:

36 **COMPENSATION--REPRESENTED EMPLOYEES--SUPER COALITION.** Collective
37 bargaining agreements negotiated as part of the super coalition under

1 chapter 41.80 RCW include employer contributions to health insurance
2 premiums at 88% of the cost. Funding rates at this level are currently
3 \$707 per month for fiscal year 2008 and (~~(\$732)~~) \$561 per month for
4 fiscal year 2009. The agreements also include a one-time payment of
5 \$756 for each employee who is eligible for insurance for the month of
6 June 2007 and is covered by a 2007-2009 collective bargaining agreement
7 negotiated pursuant to chapter 41.80 RCW, and the continuation of the
8 salary increases that were negotiated for the twelve-month period
9 beginning July 1, 2006, and scheduled to terminate June 30, 2007.

10 NEW SECTION. **Sec. 904.** A new section is added to 2007 c 522
11 (uncodified) to read as follows:

12 **COMPENSATION--STATE EMPLOYEES--INSURANCE BENEFITS**

13	General Fund--State Appropriation (FY 2009)	(\$113,889,000)
14	Health Services Account--State	
15	Appropriation (FY 2009)	(\$467,000)
16	Public Safety and Education Account--	
17	State Appropriation (FY 2009)	(\$868,000)
18	Violence Reduction and Drug Enforcement Account--	
19	State Appropriation (FY 2009)	(\$26,000)
20	Water Quality Account--State	
21	Appropriation (FY 2009)	(\$274,000)
22	General Fund--Federal Appropriation	(\$16,948,000)
23	General Fund--Private/Local Appropriation	(\$1,834,000)
24	Dedicated Funds and Accounts Appropriation	(\$23,112,000)
25	TOTAL APPROPRIATION	(\$157,418,000)

26 The appropriations in this section are subject to the following
27 conditions and limitations: The appropriations are provided solely for
28 the insurance premium rate reductions to state agencies, including
29 institutions of higher education, in sections 901, 902, and 903 of this
30 act, in accordance with LEAP document number H01 - 2008.

31 **Sec. 905.** 2007 c 522 s 913 (uncodified) is amended to read as
32 follows:

33 **ACROSS THE BOARD SALARY ADJUSTMENTS.** Appropriations for state
34 agency nonrepresented employee compensation adjustments in this act are
35 sufficient for across the board adjustments.

1 (1) Appropriations are for a 3.2 percent salary increase effective
2 September 1, 2007, for all classified employees, except those
3 represented by a collective bargaining unit under chapters 41.80,
4 41.56, and 47.64 RCW, and except the certificated employees of the
5 state schools for the deaf and blind and employees of community and
6 technical colleges covered by the provisions of Initiative Measure No.
7 732. Also included are employees in the Washington management service,
8 and exempt employees under the jurisdiction of the director of
9 personnel.

10 The appropriations are also sufficient to fund a 3.2 percent salary
11 increase effective September 1, 2007, for executive, legislative, and
12 judicial branch employees exempt from merit system rules whose maximum
13 salaries are not set by the commission on salaries for elected
14 officials.

15 (2) Appropriations are for a 2.0 percent salary increase effective
16 September 1, 2008, for all classified employees, except those
17 represented by a collective bargaining unit under chapters 41.80,
18 41.56, and 47.64 RCW, and except for the certificated employees of the
19 state schools of the deaf and blind and employees of community and
20 technical colleges covered by the provisions of Initiative Measure No.
21 732. Also included are employees in the Washington management service,
22 and exempt employees under the jurisdiction of the director of
23 personnel. The appropriations are also sufficient to fund a 2.0
24 percent salary increase effective September 1, 2008, for executive,
25 legislative, and judicial branch employees exempt from merit system
26 rules whose maximum salaries are not set by the commission on salaries
27 for elected officials.

28 (3) No salary increase may be paid under this section to any person
29 whose salary has been Y-rated pursuant to rules adopted by the director
30 of personnel.

31 NEW SECTION. Sec. 906. A new section is added to 2007 c 522
32 (uncodified) to read as follows:

33 **SUPPLEMENTAL COLLECTIVE BARGAINING AGREEMENT--TEAMSTERS.**

34 Appropriations in this act reflect the supplemental collective
35 bargaining agreement reached between the governor and the brotherhood
36 of teamsters under the provisions of chapter 41.80 RCW. Select
37 classifications will receive wage increases effective July 1, 2008, to

1 address recruitment and retention issues. Select employees covered
2 under this supplemental agreement will receive targeted increases to
3 the base salary and/or increases relating to assignment in a specific
4 geographic work location. These provisions are in addition to the
5 general terms of the collective bargaining agreement effective July 1,
6 2007.

7 NEW SECTION. **Sec. 907. COLLECTIVE BARGAINING AGREEMENT--CENTRAL**
8 **WASHINGTON UNIVERSITY, PSE.** Funding is provided for a collective
9 bargaining agreement that may be reached between Central Washington
10 University and the public school employees of Washington. Funding
11 provided is sufficient for the 2.0% salary increase to be effective
12 July 1, 2008, rather than September 1, 2008.

13 **Sec. 908.** RCW 28B.105.110 and 2007 c 214 s 11 are each amended to
14 read as follows:

15 (1) The GET ready for math and science scholarship account is
16 created in the custody of the state treasurer.

17 (2) The board shall deposit into the account all money received for
18 the GET ready for math and science scholarship program from
19 appropriations and private sources. The account shall be
20 self-sustaining.

21 (3) Expenditures from the account shall be used for scholarships to
22 eligible students and for purchases of GET units. Purchased GET units
23 shall be owned and held in trust by the board. Expenditures from the
24 account shall be an equal match of state appropriations and private
25 funds raised by the program administrator. During the 2007-09 fiscal
26 biennium, expenditures from the account not to exceed five percent may
27 be used by the program administrator to carry out the provisions of RCW
28 28B.105.090.

29 (4) With the exception of the operating costs associated with the
30 management of the account by the treasurer's office as authorized in
31 chapter 43.79A RCW, the account shall be credited with all investment
32 income earned by the account.

33 (5) Disbursements from the account are exempt from appropriations
34 and the allotment provisions of chapter 43.88 RCW.

35 (6) Disbursements from the account shall be made only on the
36 authorization of the board.

1 **Sec. 909.** RCW 38.52.106 and 2003 1st sp.s. c 25 s 913 are each
2 amended to read as follows:

3 The Nisqually earthquake account is created in the state treasury.
4 Moneys may be placed in the account from tax revenues, budget transfers
5 or appropriations, federal appropriations, gifts, or any other lawful
6 source. Moneys in the account may be spent only after appropriation.
7 Moneys in the account shall be used only to support state and local
8 government disaster response and recovery efforts associated with the
9 Nisqually earthquake. During the 2003-2005 fiscal biennium, the
10 legislature may transfer moneys from the Nisqually earthquake account
11 to the disaster response account for fire suppression and mobilization
12 costs. During the 2007-2009 fiscal biennium, moneys in the account may
13 also be used to support disaster response and recovery efforts
14 associated with flood and storm damage.

15 **Sec. 910.** RCW 41.45.230 and 2006 c 56 s 1 are each amended to read
16 as follows:

17 The pension funding stabilization account is created in the state
18 treasury. Moneys in the account may be spent only after appropriation.
19 Expenditures from the account may be used only for payment of state
20 government employer contributions for members of the public employees'
21 retirement system, the teachers' retirement system, the school
22 employees' retirement system, and the public safety employees'
23 retirement system. During the 2007-09 fiscal biennium, expenditures
24 from the account may also be used for payment of the retirement and
25 annuity plans for higher education employees and for transfer into the
26 general fund. The account may not be used to pay for any new benefit
27 or for any benefit increase that takes effect after July 1, 2005. An
28 increase that is provided in accordance with a formula that is in
29 existence on July 1, 2005, is not considered a benefit increase for
30 this purpose. Moneys in the account shall be for the exclusive use of
31 the specified retirement systems and invested by the state investment
32 board pursuant to RCW 43.33A.030 and 43.33A.170. For purposes of RCW
33 43.135.035, expenditures from the pension funding stabilization account
34 shall not be considered a state program cost shift from the state
35 general fund to another account.

1 **Sec. 911.** RCW 43.08.190 and 2005 c 518 s 925 are each amended to
2 read as follows:

3 There is hereby created a fund within the state treasury to be
4 known as the "state treasurer's service fund." Such fund shall be used
5 solely for the payment of costs and expenses incurred in the operation
6 and administration of the state treasurer's office.

7 Moneys shall be allocated monthly and placed in the state
8 treasurer's service fund equivalent to a maximum of one percent of the
9 trust and treasury average daily cash balances from the earnings
10 generated under the authority of RCW 43.79A.040 and 43.84.080 other
11 than earnings generated from investment of balances in funds and
12 accounts specified in RCW 43.79A.040 or 43.84.092(4)((~~b~~)). The
13 allocation shall precede the distribution of the remaining earnings as
14 prescribed under RCW 43.79A.040 and 43.84.092. The state treasurer
15 shall establish a uniform allocation rate based on the appropriations
16 for the treasurer's office.

17 During the ((2005-2007)) 2007-2009 fiscal biennium, the legislature
18 may transfer from the state treasurer's service fund to the state
19 general fund such amounts as reflect the excess fund balance of the
20 fund.

21 **Sec. 912.** RCW 43.330.250 and 2005 c 427 s 1 are each amended to
22 read as follows:

23 (1) The economic development strategic reserve account is created
24 in the state treasury to be used only for the purposes of this section.

25 (2) Only the governor, with the recommendation of the director of
26 the department of community, trade, and economic development and the
27 economic development commission, may authorize expenditures from the
28 account.

29 (3) Expenditures from the account shall be made in an amount
30 sufficient to fund a minimum of one staff position for the economic
31 development commission and to cover any other operational costs of the
32 commission.

33 (4) During the 2007-2009 fiscal biennium, moneys in the account may
34 also be transferred into the state general fund.

35 (5) Expenditures from the account may be made to prevent closure of
36 a business or facility, to prevent relocation of a business or facility

1 in the state to a location outside the state, or to recruit a business
2 or facility to the state. Expenditures may be authorized for:

3 (a) Workforce development;

4 (b) Public infrastructure needed to support or sustain the
5 operations of the business or facility; and

6 (c) Other lawfully provided assistance, including, but not limited
7 to, technical assistance, environmental analysis, relocation
8 assistance, and planning assistance. Funding may be provided for such
9 assistance only when it is in the public interest and may only be
10 provided under a contractual arrangement ensuring that the state will
11 receive appropriate consideration, such as an assurance of job creation
12 or retention.

13 ~~((+5))~~ (6) The funds shall not be expended from the account
14 unless:

15 (a) The circumstances are such that time does not permit the
16 director of the department of community, trade, and economic
17 development or the business or facility to secure funding from other
18 state sources;

19 (b) The business or facility produces or will produce significant
20 long-term economic benefits to the state, a region of the state, or a
21 particular community in the state;

22 (c) The business or facility does not require continuing state
23 support;

24 (d) The expenditure will result in new jobs, job retention, or
25 higher incomes for citizens of the state;

26 (e) The expenditure will not supplant private investment; and

27 (f) The expenditure is accompanied by private investment.

28 ~~((+6))~~ (7) No more than three million dollars per year may be
29 expended from the account for the purpose of assisting an individual
30 business or facility pursuant to the authority specified in this
31 section.

32 ~~((+7))~~ (8) If the account balance in the strategic reserve account
33 exceeds fifteen million dollars at any time, the amount in excess of
34 fifteen million dollars shall be transferred to the education
35 construction account.

36 **Sec. 913.** RCW 67.40.025 and 1988 ex.s. c 1 s 2 are each amended to
37 read as follows:

1 All operating revenues received by the corporation formed under RCW
2 67.40.020 shall be deposited in the state convention and trade center
3 operations account, hereby created in the state treasury. Moneys in
4 the account, including unanticipated revenues under RCW 43.79.270, may
5 be spent only after appropriation by statute, and may be used only for
6 operation and promotion of the center. During the 2007-2009 fiscal
7 biennium, moneys in the account may also be transferred to the state
8 general fund.

9 Subject to approval by the office of financial management under RCW
10 43.88.260, the corporation may expend moneys for operational purposes
11 in excess of the balance in the account, to the extent the corporation
12 receives or will receive additional operating revenues.

13 As used in this section, "operating revenues" does not include any
14 moneys required to be deposited in the state convention and trade
15 center account.

16 **Sec. 914.** RCW 70.96B.800 and 2005 c 504 s 217 are each amended to
17 read as follows:

18 (1) The Washington state institute for public policy shall evaluate
19 the pilot programs and make a preliminary report to appropriate
20 committees of the legislature by December 1, 2007, and a final report
21 by (~~September 30, 2008~~) June 30, 2009.

22 (2) The evaluation of the pilot programs shall include:

23 (a) Whether the designated crisis responder pilot program:

24 (i) Has increased efficiency of evaluation and treatment of persons
25 involuntarily detained for seventy-two hours;

26 (ii) Is cost-effective;

27 (iii) Results in better outcomes for persons involuntarily
28 detained;

29 (iv) Increased the effectiveness of the crisis response system in
30 the pilot catchment areas;

31 (b) The effectiveness of providing a single chapter in the Revised
32 Code of Washington to address initial detention of persons with mental
33 disorders or chemical dependency, in crisis response situations and the
34 likelihood of effectiveness of providing a single, comprehensive
35 involuntary treatment act.

36 (3) The reports shall consider the impact of the pilot programs on

1 the existing mental health system and on the persons served by the
2 system.

3 **Sec. 915.** RCW 77.32.010 and 2006 c 57 s 1 are each amended to read
4 as follows:

5 (1) Except as otherwise provided in this chapter, a recreational
6 license issued by the director is required to hunt for or take wild
7 animals or wild birds, fish for, take, or harvest fish, shellfish, and
8 seaweed. A recreational fishing or shellfish license is not required
9 for carp, smelt, and crawfish, and a hunting license is not required
10 for bullfrogs.

11 (2) A permit issued by the department is required to park a motor
12 vehicle upon improved department access facilities.

13 (3) During the 2007-09 fiscal biennium to enable the implementation
14 of the pilot project established in section 307 of this act, a fishing
15 permit issued to a nontribal member by the Colville Tribes shall
16 satisfy the license requirements in subsection (1) of this section on
17 the waters of Lake Rufus Woods and on the north shore of Lake Rufus
18 Woods, and a Colville Tribes tribal member identification card shall
19 satisfy the license requirements in subsection (1) of this section on
20 all waters of Lake Rufus Woods.

21 **Sec. 916.** RCW 83.100.230 and 2005 c 514 s 1101 are each amended to
22 read as follows:

23 The education legacy trust account is created in the state
24 treasury. Money in the account may be spent only after appropriation.
25 Expenditures from the account may be used only for deposit into the
26 student achievement fund and for expanding access to higher education
27 through funding for new enrollments and financial aid, and other
28 educational improvement efforts. During the 2007-2009 fiscal biennium,
29 moneys in the account may also be transferred into the state general
30 fund.

31 **Sec. 917.** RCW 90.48.390 and 1991 sp.s. c 13 s 84 are each amended
32 to read as follows:

33 The coastal protection fund is established to be used by the
34 department as a revolving fund for carrying out the purposes of
35 restoration of natural resources under this chapter and chapter 90.56

1 RCW. To this fund there shall be credited penalties, fees, damages,
2 charges received pursuant to the provisions of this chapter and chapter
3 90.56 RCW, compensation for damages received under this chapter and
4 chapter 90.56 RCW, and an amount equivalent to one cent per gallon from
5 each marine use refund claim under RCW 82.36.330.

6 Moneys in the fund not needed currently to meet the obligations of
7 the department in the exercise of its powers, duties, and functions
8 under RCW 90.48.142, 90.48.366, 90.48.367, and 90.48.368 shall be
9 deposited with the state treasurer to the credit of the fund. During
10 the 2007-2009 fiscal biennium, the coastal protection fund may also be
11 used for a standby rescue tug at Neah Bay.

12 NEW SECTION. **Sec. 918.** If any provision of this act or its
13 application to any person or circumstance is held invalid, the
14 remainder of the act or the application of the provision to other
15 persons or circumstances is not affected.

16 NEW SECTION. **Sec. 919.** This act is necessary for the immediate
17 preservation of the public peace, health, or safety, or support of the
18 state government and its existing public institutions, and takes effect
19 immediately.

(End of part)

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